

Precious Metals

| Last Price % Change | | | Precious Metals News |
|---------------------|----------|-------|--|
| Comex Gold | 1734 | -0.93 | Gold prices steady after snapping a three-session winning streak in the previous day, as a rally in equity markets on hopes of more stimulus offset some support from a weaker dollar. |
| Comex Silver | 18.26 | -2.98 | |
| MCX Gold | 46582 | -1.18 | Asian shares vaulted to a near three-month high as hopes of more stimulus and further easing in social restrictions outweighed caution over a host of worries from the coronavirus to growing U.S. civil unrest. |
| MCX Silver | 49110 | -2.97 | |
| USDINR | 75.09 | -0.54 | Investors hope that the European Central Bank will deliver additional stimulus, by around 500 billion euros, when it meets on Thursday. |
| US Dollar index | 97.67 | -0.16 | |
| CBOE VIX | 26.84 | -4.92 | The dollar fell to its lowest since mid-March, further supporting bullions. |
| US 10Y Yield | 0.68 | 3.03 | |
| SPDR Gold | 1129.28 | 0.08 | However, restricting bullion's gains was optimism over potential COVID-19 vaccine and easing lockdowns, which underpinned world stocks near three-month highs. |
| Ishares Silver | 14721.77 | 1.43 | |
| Gold/Silver Ratio | 94.96 | 2.11 | Holdings of SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, rose for a sixth straight session on Tuesday. |
| | | | |

Precious Metal Outlook

Precious metals are trading down in the morning trade. We expect prices to trade sideways to positive on growing concerns that the U.S.-China Phase One trade deal will fall apart and adding widespread protests in the United States has raised concerns of another wave of coronavirus cases. The new and the ongoing stimulus measures from Europe, Japan and US to bring back economic growth at pre-crisis level are influencing the upside move in gold prices. There will be no important economic data releases today. The markets will wait for tomorrow's ADP Non-Farm Employment Change and ISM Non-Manufacturing PMI releases.



Technical Outlook on Silver



| | Support 2 | Support 1 | Last Price | Resistance 1 | Resistance 2 |
|------------|-----------|-----------|------------|--------------|--------------|
| Gold June | 46260 | 46500 | 46582 | 47000 | 47230 |
| Silver May | 47390 | 48360 | 49110 | 49550 | 50300 |

| Important Events For The Week | | | | | |
|-------------------------------|-----|----------------------------------|--------|----------|----------|
| | Cur | | Actual | Forecast | Previous |
| 01-Jun | | | | | |
| 7:15am | CNY | Caixin Manufacturing PMI | 50.7 | 49.7 | 49.4 |
| 1:25pm | EUR | German Final Manufacturing PMI | 36.6 | 36.8 | 36.8 |
| 1:30pm | EUR | Final Manufacturing PMI | 39.4 | 39.5 | 39.5 |
| 2:00pm | GBP | Final Manufacturing PMI | 40.7 | 40.7 | 40.6 |
| 7:15pm | USD | Final Manufacturing PMI | 39.8 | 39.8 | 39.8 |
| 7:30pm | USD | ISM Manufacturing PMI | 43.1 | 43.5 | 41.5 |
| | USD | Construction Spending m/m | -2.90% | -6.50% | 0.90% |
| | USD | ISM Manufacturing Prices | 40.8 | 40 | 35.3 |
| 02-Jun | | | | | |
| 11:30am | GBP | Nationwide HPI m/m | | -1.00% | 0.70% |
| All Day | EUR | Italian Bank Holiday | | | |
| All Day | USD | Wards Total Vehicle Sales | 8.7M | 11.1M | 8.6M |
| 03-Jun | | | | | |
| 7:15am | CNY | Caixin Services PMI | 55 | 47.4 | 44.4 |
| 12:45pm | EUR | Spanish Services PMI | | 24 | 7.1 |
| 1:15pm | EUR | Italian Services PMI | | 26.2 | 10.8 |
| 1:20pm | EUR | French Final Services PMI | | 29.4 | 29.4 |
| 1:25pm | EUR | German Final Services PMI | | 31.4 | 31.4 |
| | EUR | German Unemployment Change | | 188K | 373K |
| 1:30pm | EUR | Final Services PMI | | 28.7 | 28.7 |
| 2:00pm | GBP | Final Services PMI | | 27.9 | 27.8 |
| 2:30pm | EUR | PPI m/m | | -1.50% | -1.50% |
| | EUR | Unemployment Rate | | 8.20% | 7.40% |
| 5:45pm | USD | ADP Non-Farm Employment Change | | -9500K | -20236K |
| 7:15pm | USD | Final Services PMI | | 36.9 | 36.9 |
| 7:30pm | USD | ISM Non-Manufacturing PMI | | 44 | 41.8 |
| | USD | Factory Orders m/m | | -15.00% | -10.30% |
| 8:00pm | USD | Crude Oil Inventories | | | 7.9M |
| 04-Jun | | | | | |
| | | Monetary Policy Statement | | | |
| | USD | ECB Press Conference | | | |
| | | Unemployment Claims | | | 2123K |
| | EUR | Revised Nonfarm Productivity q/q | | -2.50% | -2.50% |
| 1:30pm | EUR | Revised Unit Labor Costs q/q | | 4.80% | 4.80% |
| | EUR | Trade Balance | | -41.5B | -44.4B |
| 2:30pm | EUR | Natural Gas Storage | | | 109B |
| 05-Jun | | | | | |
| 11:30am | EUR | German Factory Orders m/m | | -20.00% | -15.60% |
| 1:00pm | GBP | Halifax HPI m/m | | -0.70% | -0.60% |
| 1:30pm | EUR | Italian Retail Sales m/m | | -10.00% | -20.50% |
| 6:00pm | USD | Average Hourly Earnings m/m | | 1.00% | 4.70% |
| | USD | Non-Farm Employment Change | | -8000K | -20500K |
| | USD | Unemployment Rate | | 19.50% | 14.70% |

3rd June 2020

Narnolia Financial Advisors Ltd | Market Strategy Desk

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