

# Commodities Market: Technical Outlook

June 11, 2019 

## Strategy

	Strategy	Target Range	Stoploss
Gold	Sell below \$1,325	\$1,325 - \$1,317	\$1,337.5- \$1,337.6
Silver	Sell below 14-DMA	\$14.62 - \$14.39	\$14.99- \$15.00
Crude oil	Sell below \$53.18	\$53.18 - \$52.13	\$54.89 - \$54.90
Dollar Index	Sell on Strength	96.73 - 96.41	96.89 - 96.90

## Support and Resistance

	Close	S2	S1	PIVOT	R1	R2
Gold	\$1,327.63	\$1,317.41	\$1,322.52	\$1,330.04	\$1,335.15	\$1,342.67
Silver	\$14.66	\$14.39	\$14.53	\$14.76	\$14.89	\$15.12
Crude oil	\$53.44	\$52.13	\$52.78	\$53.84	\$54.49	\$55.55
Dollar Index	96.74	96.41	96.58	96.73	96.90	97.05

## Technical View

Gold posted a loss of \$12.43 to close at \$1,328. It is expected to re-test support at \$1,325 where a fall below will extend the decline towards \$1,304 (14-DMA). However, any upside will face resistance at yesterday's high of \$1,338. The indicators are mixed, signaling no clear trading view. We recommend investors to 'Sell' below \$1,325.

Silver showed negative movement to close at \$14.66, down \$0.32. Silver has dropped below the 50-DMA and the 200-DMA and is expected to re-test support at \$14.62 where a fall below will target \$14.27. However, any upside will face resistance in the range of \$14.80-\$14.88. The RSI and the Stochastic Oscillator have moved down, supporting a negative view. Investors are recommended to 'Sell' below the 14-DMA.

Crude oil closed the session lower at \$53.44, a loss of \$0.69. Oil is expected to revisit yesterday's low of \$53.18 where a fall below will resume the downtrend. However, any upside will find resistance at yesterday's high of \$54.89, followed by \$55.97. The RSI has moved down, while the Stochastic Oscillator is heading up, signaling no clear trading view. We recommend investors to 'Sell' below \$53.18.

The USD index adjusted its previous declines to close at 96.74, up 0.21 points. Despite a positive closing, the index has formed a lower high that indicates that the trend is still weak and downside target remains intact at 96.29. However, any upside will find resistance at 96.89. The MACD and the Stochastic Oscillator are moving down, supporting a negative view. We recommend investors to stay sellers on the higher side, with risk defined above 96.89.

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## Economic Calendar

Time	Currency	Impact	Event	Forecast	Previous
1:30pm	EUR	Low	Sentix Investor Confidence	2.3	5.3
1:30pm	GBP	High	Average Earnings Index 3m/y	2.9%	3.2%
1:30pm	GBP	Low	Claimant Count Change	12.3K	24.7K
1:30pm	GBP	Low	Unemployment Rate	3.8%	3.8%
3:00pm	USD	Low	NFIB Small Business Index	102.3	103.5
5:30pm	USD	Medium	Core PPI m/m	0.2%	0.1%
5:30pm	USD	Medium	PPI m/m	0.1%	0.2%
Tentative	USD	Low	IBD/TIPP Economic Optimism	59.2	58.6

Source: www.forexfactory.com

## News Headlines

### Gold draws support from U.S.-China trade worries after sharp sell-off

Gold held steady on Tuesday after posting its biggest one-day percentage fall in two months in the previous session, as Washington's fresh trade threats against China dented investor optimism spurred by a U.S.-Mexico deal.

### Oil rises with financial markets, as longer supply cuts expected

Oil prices rose on Tuesday in line with firmer financial markets and bolstered by expectations that producer group OPEC and its allies will keep withholding supply.

### China says will respond if U.S. escalates trade tension

China will respond firmly if the United States insists on escalating trade tensions, the foreign ministry said on Tuesday after U.S. President Donald Trump said further tariffs were ready to kick in if no deal was reached at June's G20 summit.

### Asia stocks rise as policy tweaks boost China markets

Asian stocks gained on Tuesday, led by Chinese shares after Beijing eased financing rules to boost local government spending on public works, and bolstered by investor relief following a U.S. decision to hold off import tariffs on Mexico.

### Stocks Climb With U.S. Futures; Treasuries Steady: Markets Wrap

Stocks climbed in Europe and Asia alongside S&P 500 futures as investors trained their focus anew on the U.S.-China trade arena. Treasuries and core European bonds steadied with gold after Monday's slump.

Source: Bloomberg & Reuters

## Disclaimer:

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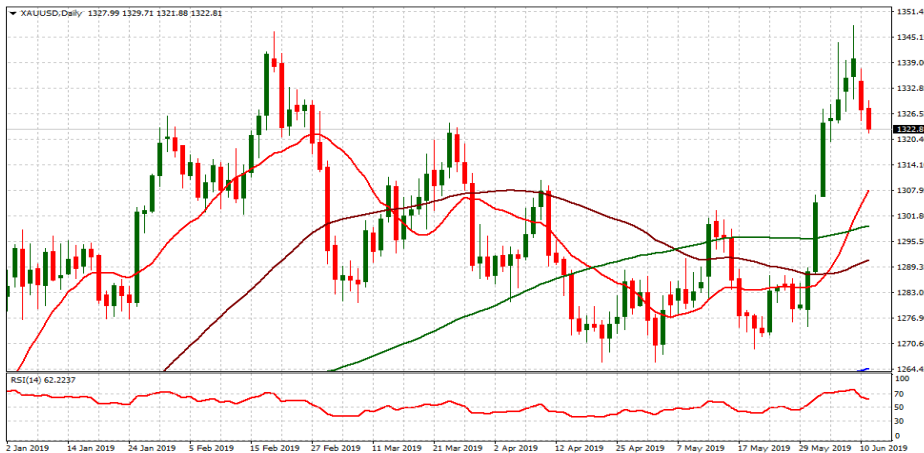
## Gold (US\$/ounce) – Positive

	Open	High	Low	Close	Range	Change
10-Jun-19	\$1,334.57	\$1,337.56	\$1,324.93	\$1,327.63	\$12.63	-0.9%
7-Jun-19	\$1,335.55	\$1,348.12	\$1,330.13	\$1,340.06	\$17.99	

Support and Resistance					
	S2	S1	PIVOT	R1	R2
Classic	\$1,317.41	\$1,322.52	\$1,330.04	\$1,335.15	\$1,342.67
Fibonacci	\$1,322.23	\$1,325.22	\$1,330.04	\$1,334.86	\$1,337.85

Moving Averages						
	5-DMA	14-DMA	30-DMA	50-DMA	100-DMA	200-DMA
10-Jun-19	\$1,331.67	\$1,304.38	\$1,293.05	\$1,290.26	\$1,298.23	\$1,264.07
Action	Sell	Buy	Buy	Buy	Buy	Buy
Summary	Buy	5	Sell	1		

Indicators						
	7-DRSI	14-DRSI	SO (5,3,3)	MACD	CCI (14)	ATR (14)
10-Jun-19	66.85	65.90	70.53	12.56	77.65	12.48
7-Jun-19	89.12	76.77	81.61	12.25	121.72	12.00
Action	Sell	Sell	Sell	Buy	Sell	Buy
Summary	Buy	2	Sell	4		



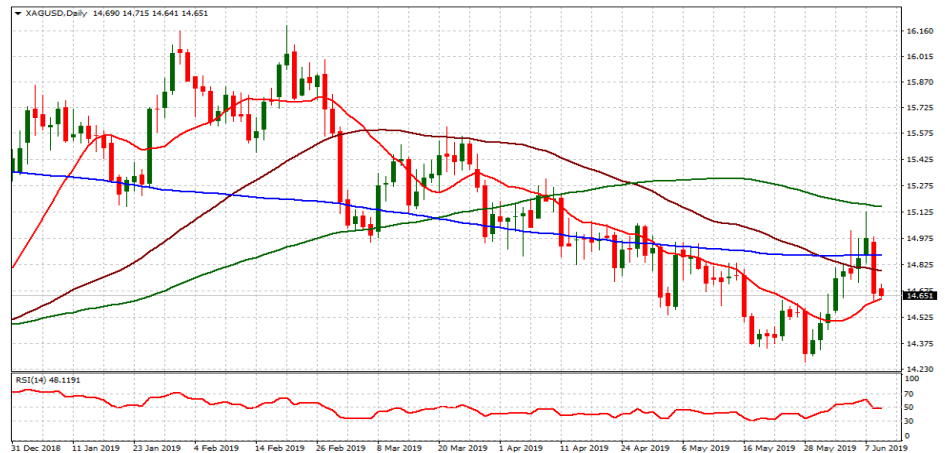
## Silver (US\$/ounce) – Negative

	Open	High	Low	Close	Range	Change
10-Jun-19	\$14.96	\$14.99	\$14.62	\$14.66	\$0.36	-2.1%
7-Jun-19	\$14.88	\$15.13	\$14.83	\$14.98	\$0.30	

Support and Resistance					
	S2	S1	PIVOT	R1	R2
Classic	\$14.39	\$14.53	\$14.76	\$14.89	\$15.12
Fibonacci	\$14.53	\$14.62	\$14.76	\$14.90	\$14.98

Moving Averages						
	5-DMA	14-DMA	30-DMA	50-DMA	100-DMA	200-DMA
10-Jun-19	\$14.81	\$14.62	\$14.66	\$14.80	\$15.16	\$14.88
Action	Sell	Buy	Buy	Sell	Sell	Sell
Summary	Buy	2	Sell	4		

Indicators						
	7-DRSI	14-DRSI	SO (5,3,3)	MACD	CCI (14)	ATR (14)
10-Jun-19	48.00	48.60	52.95	0.00	53.75	0.21
7-Jun-19	77.60	62.64	69.70	0.00	155.71	0.20
Action	Sell	Sell	Sell	Sell	Sell	Buy
Summary	Buy	1	Sell	5		



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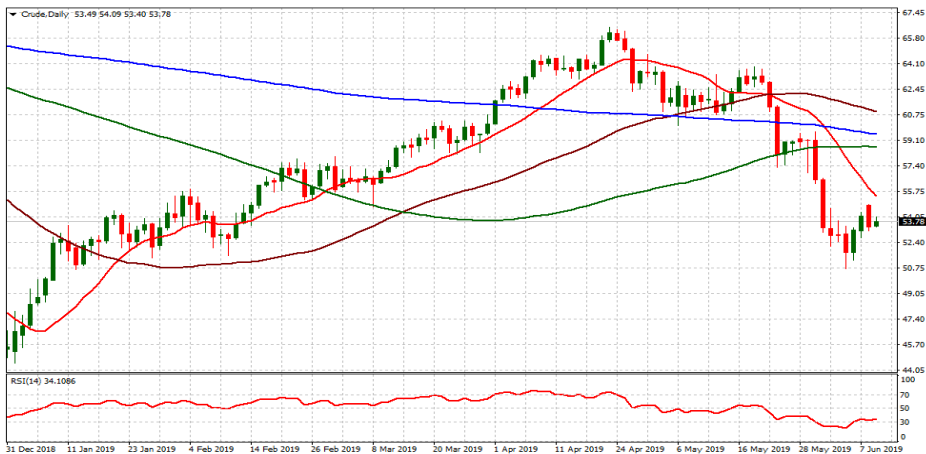
## Crude Oil (US\$/barrel) – Negative

	Open	High	Low	Close	Range	Change
10-Jun-19	\$54.82	\$54.89	\$53.18	\$53.44	\$1.71	-1.3%
7-Jun-19	\$53.17	\$54.37	\$52.68	\$54.13	\$1.69	

Support and Resistance					
	S2	S1	PIVOT	R1	R2
Classic	\$52.13	\$52.78	\$53.84	\$54.49	\$55.55
Fibonacci	\$52.78	\$53.18	\$53.84	\$54.49	\$54.89

Moving Averages						
	5-DMA	14-DMA	30-DMA	50-DMA	100-DMA	200-DMA
10-Jun-19	\$53.07	\$55.97	\$59.34	\$61.15	\$58.67	\$59.57
Action	Buy	Sell	Sell	Sell	Sell	Sell
Summary	Buy	1	Sell	5		

Indicators						
	7-DRSI	14-DRSI	SO (5,3,3)	MACD	CCI (14)	ATR (14)
10-Jun-19	33.16	32.28	61.88	-2.44	-52.88	2.19
7-Jun-19	36.78	34.06	37.24	-2.45	-65.32	2.14
Action	Sell	Sell	Buy	Buy	Buy	Buy
Summary	Buy	4	Sell	2		



## Dollar Index – Negative

	Open	High	Low	Close	Range	Change
10-Jun-19	96.60	96.89	96.57	96.74	0.32	0.2%
7-Jun-19	96.98	97.13	96.40	96.53	0.73	

Support and Resistance					
	S2	S1	PIVOT	R1	R2
Classic	96.41	96.58	96.73	96.90	97.05
Fibonacci	96.54	96.61	96.73	96.86	96.93

Moving Averages						
	5-DMA	14-DMA	30-DMA	50-DMA	100-DMA	200-DMA
10-Jun-19	96.91	97.44	97.43	97.26	96.77	96.29
Action	Sell	Sell	Sell	Sell	Sell	Buy
Summary	Buy	1	Sell	5		

Indicators						
	7-DRSI	14-DRSI	SO (5,3,3)	MACD	CCI (14)	ATR (14)
10-Jun-19	34.11	40.04	20.91	-0.11	-118.84	0.44
7-Jun-19	25.42	35.75	24.94	-0.08	-157.83	0.44
Action	Buy	Buy	Sell	Sell	Buy	Buy
Summary	Buy	4	Sell	2		

