

Gold

Technical

Based on the early trade and the downside momentum, the next target is a downtrending Gann angle at \$1329.50. Crossing to the weak side of this angle will indicate the selling is getting stronger. June Comex gold futures are trading sharply lower after giving up almost all of its gains from Monday. A surge in the U.S Dollar and a recovery in the stock market are the catalysts behind the selling pressure. The main trend is up according to the daily swing chart, but momentum is trending back down again. The closing price reversal top at \$1362.60 from March 27 appears to still be exerting its pressure on the gold market. The minor trend is also up, but it will change to down on a move through \$1325.40. The main trend will change to down on a move through \$1312.40. The short-term range is \$1362.60 to \$1325.40. Its retracement zone at \$1344.00 to \$1348.40 is the resistance.

Pivot:	1,335		
Support	1,328	1,324	1,321
Resistance	1,339	1,345	1,351

Source: FX EMPIRE

Highlights

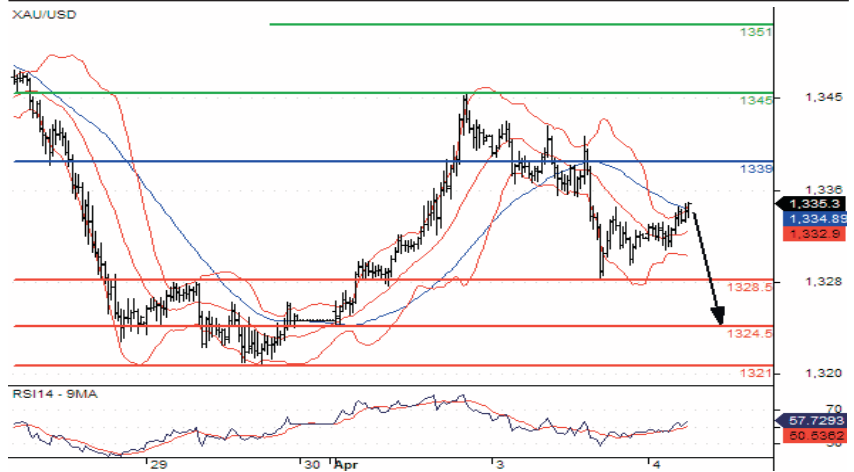
- Gold ends lower as dollar rises, battered stocks bounced
- Gold is often used as a safe place to park assets during times of financial or political uncertainty
- A slight 0.1% gain in U.S dollar produced a sufficient headwind for the yellow metal
- Gold had risen at start of the week that allowed this precious metal to build on what was a third quarterly gain in a row to start the year
- Gold price fall as profit-taking after yet another failed attempt to break past the double top around \$1354

Gold - Technical Indicators

RSI 14	33.74
SMA 20	1,263.6
SMA 50	1,291.6
SMA 100	1,287.1
SMA 200	1,300.1

Source: FX EMPIRE

Gold Daily Graph



Source: Meta Trader

Fundamentals

- Gold prices fell yesterday as U.S stock markets stabilized, easing fears of a deeper selloff, and the dollar strengthened, making bullion more expensive for users of other currencies.
- Gold had surged on Monday as falling U.S share prices and fears of a global trade war pushed investors towards safer assets. But while European stock markets continued to fall, led by technology shares.
- Gold has given back some of its sharp gains from yesterday. As well as a slightly positive tone in the stock markets, the dollar has rebounded against both the euro and the yen. Meanwhile gold futures finished lower, as equities attempted to bounce back from the previous session's rout and worries over global trade tensions appeared to take a breather.
- The potential for a dollar rally is there this week, with Friday's jobs report being the key event risk. Should the greenback regain its poise then gold could come under further pressure. Despite these upbeat factors stacked in its favor, gold has struggled to break from a slim trading range of \$1,310-\$1,360 since the start of the year.
- Gold has struggled to break from a \$1,300-\$1,360 per ounce trading range since the start of the year. It is going to take a significant trigger to push it beyond this range.
- Spot gold dropped 0.6 percent to \$1,333.09 per ounce after rising 1.3 percent on Monday. U.S gold futures for June delivery settled down \$9.60, or 0.7 percent, at \$1,337.30 per ounce.
- Speculative investors have room to expand their long positions further. While funds have raised their bets on higher prices. Higher market volatility and rising tension between Washington and Beijing will likely hold gold prices above \$1,300 per ounce throughout 2018.

US Commodity Futures Trading Commission (CFTC) Data

Date	Large Speculators			Commercial			Small Speculators			Open Interest
	Long	Short	Bullish	Long	Short	Bullish	Long	Short	Bullish	
12/01/2017	337251	72353	82%	120854	284003	30%	49448	31277	61%	384,974
12/08/2017	340748	74460	82%	115571	287002	29%	51148	36,819	61%	450555
12/15/2017	291266	84634	77%	116493	311865	27%	53520	32958	62%	499110
12/12/2017	274589	77454	77%	118610	304141	28%	49810	33791	60%	493086
12/29/2017	295688	67069	82%	127081	327075	28%	51562	30399	63%	510579

Source: CFTC

Crude Oil

Technical

Crude oil markets rallied a bit during the trading session yesterday, and relatively quiet trading. We had a major selloff on Monday, so this would have been a bit of a “dead cat bounce” possibly. However, it also seems a significant amount of support underneath as well. The WTI Crude oil broke down significantly on Monday, so even though we rallied yesterday, it paled in comparison to the ferocity of the selloff. Economists think that the market should continue to be very noisy, but ultimately selling is harder to do in this area, as the uptrend line underneath continues to be a major support level, and it’s very unlikely that the market breaks down below there very easily, so it’s possible that we get a significant bounce. It shows that between now and the inventory numbers, not to mention the jobs number on Friday, we will probably grind back and forth more than anything else.

Pivot:	63.35		
Support	62.60	62.00	61.60
Resistance	64.20	64.90	65.30

Source: FX EMPIRE

Highlights

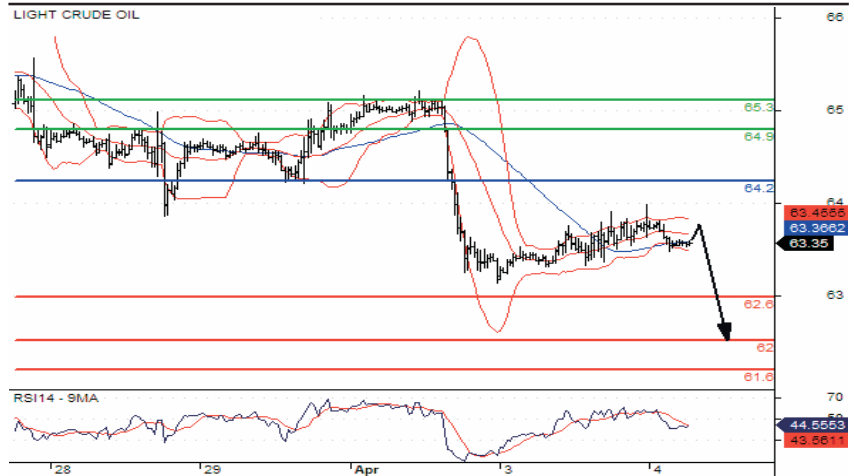
- Crude oil ends higher as focus shifts back to supply
- Oil futures ended modestly higher as equities and other assets perceived as risky posted a partial bounceback from Monday’s sharp selloff
- Prices had slid to a two-week low on Monday, with Brent closing down 2.5%, after china imposed import tariffs on U.S goods
- U.S stocks rebounded in choppy trade, attention appeared to turn back toward supply concerns
- Prices marked second quarter under pressure as it also hurt by burgeoning Russian oil production.

Crude - Technical Indicators

RSI 14	31.91
SMA 20	48.72
SMA 50	48.27
SMA 100	51.11
SMA 200	56.32

Source: FX EMPIRE

Crude Oil Daily Graph



Source: Meta Trader

Fundamentals

- Oil edged up yesterday, supported by a recovery in the equities market and on a technical bounce for crude after the biggest daily percentage drop in almost a year, but Brent futures stayed well below \$70 a barrel.
- Brent crude futures gained 48 cents, or 0.7 percent, to settle at \$68.12 a barrel. This followed a nearly 4 percent drop in Brent prices on Monday, the largest since June. Brent had risen to \$71 a barrel last week, close to its highest this year. West Texas Intermediate futures rose 50 cents, or 0.8 percent, to settle at \$63.51 a barrel.
- A joint organization for cooperation between OPEC and non-OPEC countries may be set up once the current deal on oil output curbs expires at the end of this year. However, an expected increase in U.S. crude inventories limited price gains.
- U.S crude inventories, widely viewed as a litmus test of the broader trend in global inventories, are expected to have risen for the second straight week.
- Excessive hedge fund positions still looming over the market, profit-taking should weigh on oil prices over the coming weeks. Prices for physical barrels of oil in the North Sea are around their lowest since last June, as extensive refinery maintenance across the region eats into demand.
- OPEC and 10 countries outside the oil cartel, including Russia, have been holding back crude output by roughly 1.8 million barrels a day since the start of last year. The deal, which is set to expire at the end of 2018, has helped drain a global supply glut that has weighed on prices since late 2014.
- Russia’s crude output in March climbed by 20,000 barrels a day, to 10.97 million barrels a day. It is the first increase since December and the highest production level for 11 months, which takes Russian output above the agreed ceiling of its deal with OPEC.

US Commodity Futures Trading Commission (CFTC) Data

Date	Large Speculators			Commercial			Small Speculators			Open Interest
	Long	Short	Bullish	Long	Short	Bullish	Long	Short	Bullish	
12/01/2017	458,206	105,441	81%	560,983	925,531	38%	82,700	70,917	54%	1,598,935
12/08/2017	462,028	106,739	81%	557,217	927,085	38%	85,279	70,700	55%	1,615,844
12/15/2017	454,829	123,816	79%	571,328	916,651	38%	87,594	73,282	54%	1,619,796
12/12/2017	463,186	135,835	77%	560,029	897,400	38%	87,590	77,633	53%	1,623,027
12/29/2017	473,506	133,457	78%	558,910	898,363	38%	79,121	79,717	50%	1,613,293

Source: CFTC

Silver

Technical

Silver markets went sideways initially during trading yesterday, but then broke down significantly. By doing so, it shows signs of volatility yet again. Silver markets initially went sideways during trading yesterday, as we hovered around the \$16.50 level. However, we ended up breaking down below there and reaching towards the \$16.35 level, which begins another minor support area. Economists believe that the market will continue to be very volatile, but that's nothing new for people who are used to trading silver. It may show that the overall risk appetite in the market will continue to be difficult to gauge, because the markets will have a lot to worry about as far as headlines are concerned involving a potential trade war with the US and China. The \$16.25 level underneath continues to be support, if we can bounce in there, then market may reach towards the \$16.50 level on the come back.

Pivot:	16.44		
Support	16.20	16.10	15.98
Resistance	16.60	16.68	16.80

Source: FX EMPIRE

Highlights

- Silver sales in March fell 1.7 percent month-on-month to 975,921 ounces, but surged about 36 percent compared with the same time last year
- While month-on-month silver sales fell for second month in a row
- Silver linings emerge for asian stocks after rocky first quarter
- Buying of physical silver or small positions are good to go, but futures traders will continue to pick up the dips
- Precious metal do offer a bit of a haven against the troubles comes to longer-term situations

Silver - Technical Indicators

RSI 14	37.92
SMA 20	16.60
SMA 50	17.09
SMA 100	17.05
SMA 200	16.83

Source: FX EMPIRE

Silver Daily Graph



Source: Meta Trader

Fundamentals

- Silver prices are slightly lower in early U.S trading yesterday, on a corrective pullback after good gains scored on Monday. Whereas May Comex silver was last down \$0.092 at \$16.585 an ounce.
- World stock markets were lower overnight, following the sharp losses seen in the U.S stock market on Monday that saw the indexes hit seven-week lows. Most European markets were closed for a holiday on Monday. U.S stock indexes are pointed toward higher openings, on corrective bounces, when the New York day session begins.
- Fears of a global trade war have been stoked further by China's retaliatory actions after the U.S recently slapped the world's second-largest economy with trade sanctions. While the U.S and China have begun negotiations to resolve their trade dispute, the world marketplace is nonetheless rattled by the matter.
- May silver futures bulls and bears are on a level overall near-term technical playing field amid recent choppy and sideways trading. A deterioration in U.S and China trade relations would likely be a significantly bullish development for safe-haven silver markets.
- Silver bulls' next upside price breakout objective is closing prices above solid technical resistance at the March high of \$16.895 an ounce. The next downside price breakout objective for the bears is closing prices below solid support at \$16.00.
- First resistance is seen at Monday's high of \$16.68 and then at last week's high of \$16.81. Next support is seen at the overnight low of \$16.50 and then at last week's low of \$16.195.
- Meanwhile May silver fell 28 cents, or 1.7%, to close at \$16.392 an ounce after a 2% climb in the previous session. The contract lost about 5% for the first quarter.

US Commodity Futures Trading Commission (CFTC) Data

Date	Large Speculators			Commercial			Small Speculators			Open Interest
	Long	Short	Bullish	Long	Short	Bullish	Long	Short	Bullish	
12/01/2017	42,097	29,999	58%	56,157	75,843	43%	23,121	15,533	60%	132,501
12/08/2017	42,083	27,402	61%	54,280	79,052	41%	24,963	14,872	63%	132,475
12/15/2017	41,285	23,950	63%	53,875	79,404	40%	23,378	15,184	61%	131,294
12/12/2017	41,287	24,798	62%	58,869	83,678	41%	21,523	13,203	62%	136,158
12/29/2017	41,334	26,466	62%	60,600	84,551	42%	21,666	13,583	61%	139,468

Source: CFTC

Data Calendar

Economic Data

Date	Time	Event	Importance	Actual	Forecast	Previous
Wed April 04	14:00	EUR Euro-Zone Consumer Price Index Estimate (YoY) (MAR)	High	1.4%	1.4%	1.2%
Wed April 04	16:00	USD MBA Mortgage Applications (MAR 30)	Medium	-3.3%		4.8%
Wed April 04	17:15	USD ADP Employment Change (MAR)	Medium		205k	235k
Wed April 04	18:45	USD Markit US Services PMI (MAR F)	Low		54.3	54.1
Wed April 04	18:45	USD Markit US Composite PMI (MAR F)	Low			54.3
Wed April 04	19:00	USD ISM Non-Manufacturing/Services Composite (MAR)	High		59.0	59.5
Wed April 04	19:00	USD Factory Orders (FEB)	Medium		1.7%	-1.4%
Wed April 04	19:00	USD Durable Goods Orders (FEB F)	Medium			3.1%
Wed April 04	19:30	USD DOE U.S. Crude Oil Inventories (MAR 30)	Medium			1643k

Source: Forex Factory, DailyFX

Disclaimer: This document has been prepared by IGI Finex Securities Limited and is for information purposes only. Whilst every effort has been made to ensure that all the information (including any recommendations or opinions expressed) contained in this document (the information) is not misleading or unreliable, IGI Finex Securities Limited makes no representation as to the accuracy or completeness of the information. Neither IGI Finex Securities Limited nor any director, officer or employee of IGI Finex Securities Limited shall in any manner be liable or responsible for any loss that may be occasioned as consequence of a party relying on the information. This document takes no account of the investment objectives, financial situation and particular needs of investors, who shall seek further professional advice before making any investment decision. This document and the information may not be reproduced, distributed or published by any recipient for any purpose.

Contact Details

IGI Commodity Team

Zaeem Haider Khan	(Head of Commodity)	Cell: 0321-4772883	Tel: (+92-42) 35777863-70	zaeem.haider@igi.com.pk
Syed Zeeshan Kazmi	(Deputy Manager)	Cell: 0321-4499228	Tel: (+92-42) 35777863-70	zeeshan.kazmi@igi.com.pk
Ehsan Ull Haq	(Commodity Trader - Lahore)	Cell: 0321-4861015	Tel: (+92-42) 35777863-70	ehsan.haq@igi.com.pk
Muhammad Naveed	(Branch Manager - Islamabad)	Cell: 0345-5599900	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Gul Hussain	(Branch Manager - Faisalabad)	Cell: 0344-7770878	Tel: (+92-41) 2540843-45	gul.hussain@igi.com.pk
Asif Saleem	(Branch Manager - Rahim Yar Khan)	Cell: 0334-7358050	Tel: (+92-68) 5871652-56	asif.saleem@igi.com.pk
Mehtab Ali	(Branch Manager - Multan)	Cell: 0300-6348471	Tel: (+92-61) 4512003	mahtab.ali@igi.com.pk
Zeeshan Kayani	(Branch Manager - Abbottabad)	Cell: 0333-5061009	Tel: (+92-992) 408243-44	zeeshan.kayani@igi.com.pk

IGI Finex Securities Limited

Trading Rights Entitlement Certificate (TREC) Holder of
Pakistan Stock Exchange Limited | Corporate member of
Pakistan Mercantile Exchange Limited

Head Office

Suite No 701-713, 7th Floor, The Forum, G-20,
Khayaban-e-Jami Block-09, Clifton, Karachi-75600
UAN :(+92-21) 111-444-001 | (+92-21) 111-234-234
Fax :(+92-21) 35309169, 35301780
Website : www.igisecurities.com.pk

Lahore Office

5-FC.C Ground Floor, Syed Maratib Ali Road,
Gulberg II, Lahore.
Tel :(+92-42) 95777863-70, 35876075-76
Fax :(+92-42) 35763542

Islamabad Office

Mezzanine Floor Razia Sharif Plaza,
90-Blue Area G-7, Islamabad
Tel: (+92-51) 2802241-42, 2273439
Fax: (+92-51) 2802244

Faisalabad Office

Room #: 515-516, 5th Floor, State Life
Building, 2- Liaqat Road, Faisalabad
Tel: (+92-41) 2540843-45
Fax: (+92-41) 2540815

Stock Exchange Office

Room # 719, 7th Floor, KSE Building
Stock Exchange Road, Karachi
Tel: (+92-21) 32429613-4, 32462651-2
Fax: (+92-21) 32429607

Rahim Yar Khan Office

Plot #: 12, Basement of Khalid Market,
Model Town, Town Hall Road,
Rahim Yar Khan
Tel: (+92-68) 5871652-6
Fax: (+92-68) 5871651

Multan Office

Mezzanine Floor, Abdali Tower,
Abdali Road, Multan
Tel: (+92-992) 408243-44

Abbottabad Office

Ground Floor, Al Fatah Shopping Center,
Opp. Radio Station, Mandehra Road,
Abbottabad
Tel: (+92-99) 2408243-44