

**Gold Price Technical Indicators**

Support & Resistance	Price Action
<b>Resistance 2:</b> US\$ 1,298/Oz	<b>Short-Term:</b> Bullish
<b>Resistance 1:</b> US\$ 1,258/Oz	<b>Mid-Term:</b> Bearish
<b>Current price:</b> US\$ 1,239/Oz	<b>Long-Term:</b> Bullish
<b>Support 1:</b> US\$ 1,236Oz	
<b>Support 2:</b> US\$ 1,218/Oz	

**Indicative Price Table**

Gold	Active Month	Last Price (oz/g)	1D % Change
<b>Spot Pairs</b>			
Gold/USD		1239.07	0.07
Gold/SGD		1,731.44	-0.07
Gold/MYR		5,359.09	-0.19
Gold/IDR		16,510.277	-0.10
Gold/THB		42,844.23	-0.06
<b>Futures Contract</b>			
CMX Gold (100 t.oz)(US\$)	JUN 17	1239.30	-0.74
ICE US Gold (100 t.oz)	JUN 17	1248.50	-0.68
ICE US Mini Gold (33.2 t.oz)(US\$)	JUN 17	1238.60	-0.79
TOCOM Gold (1Kg)(¥)	APR 18	4,512.00	0.07
<b>Silver</b>			
<b>Spot Pairs</b>			
Silver/USD		16.52	0.26
Silver/SGD		23.08	-0.25
Silver/MYR		7143	-0.37
Silver/IDR		220,082	-0.29
Silver/THB		571.01	-0.28
<b>Futures Contract</b>			
CMX Silver (5,000 t.oz)(US\$)	JUL 17	16.52	-0.16
CMX Silver (1,000 t.oz)(US\$)	JUL 17	16.51	-0.22
ICE US Mini Silver (1,000 t.oz)(US\$)	JUL 17	16.52	-0.16
TOCOM Silver (10 Kg)(¥)	APR 18	60.60	-0.66
<b>Palladium</b>			
<b>Futures Contract</b>			
NYM Palladium (100 t.oz)(US\$)	JUN 17	796.25	-0.38
TOCOM Palladium (500 g)(¥)	APR 18	2,895	0.66
<b>Platinum</b>			
<b>Futures Contract</b>			
NYM Platinum (50 t.oz)(US\$)	JUL 17	899.60	-0.53
TOCOM Platinum (500 g)(¥)	APR 18	3,335	-0.92
Last Updated at (SG Time):		8:44:14 AM	
Source: Bloomberg			

**Gold's Falls on Solid ADP & FOMC Announcement**

**Gold (USD) Price Chart**



Period: 4 Hour Candle Stick Source: Bloomberg  
MACD (Period 1:12, Period 2: 26, Signal: 9)

**Fundamental Driver(s)**  
**Solid U.S Economic Data**

U.S Economic Data	Actual	Forecast	Previous
<b>April ADP Employment Change</b>	177k	175k	255k
<b>ISM April Non-Manufacturing Composite Index</b>	57.5	55.8	55.2

Gold prices fell as April ADP numbers exceeded expectations, setting a high expectation that Friday's Non-Farm Payroll numbers will follow suit. ADP April came out at 177K, slightly exceeding the consensus of 175K. ISM April Non-Manufacturing also aided the risk-on sentiment, coming out at 57.5, beating consensus of 55.8. These positive economic data caused a sell-off in safe haven assets such as gold, in favour of riskier assets such as stocks. Traders have been using ADP figures as a leading proxy for NFP data, where the usual trading pattern observed in past occasions are traders short-selling gold on the back of strong ADP numbers and then short-cover on NFP data release 2 days later. **Hence gold prices are most likely to correct on the release of Friday's NFP numbers, the extent of correction will be determined by how far-off does the actual release differ from consensus.**

**May FOMC Status Quo**

U.S Economic Data	Actual	Forecast	Previous
<b>(3 May) FOMC Rate Decision</b>	0.75%- 1.00%	0.75%- 1.00%	0.75%- 1.00%

The U.S. Federal Reserve announced this morning that they will not be raising interest rates yet as they expressed concern with the pace of economic growth. Financial markets are currently pricing in a 81.2% chance of a June FOMC rate hike. Gold prices have been observed to fall in anticipation of rate hike but rise after the anticipated rate hike is actually enacted. **From a longer term perspective, it is highly likely that gold prices will continue to edge downwards as we head towards the next FOMC meeting on 14 June as traders continue to position for this, short of any development of geopolitical risk or uncertainty.**

**What to watch out for:**

SG Day	SG Time	Events/ Economic Data
Today	4:30 PM	UK April Markit/CIPS (Composite/Services)
	5:00 PM	Eurozone March Retail Sales
	8:30 PM	U.S March Trade Balance
	10:00 PM	U.S March Durable Goods Order

Please read carefully the important disclosures at the end of this publication.

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