

Gold Price Jumps to Nearly 2-Month High:

Gold is catching a bid as markets worry the Federal Reserve could opt for an emergency rate hike before the March meeting to try and tame inflation. Gold is up nearly 2% on the week as more investors turn to the precious metal amid a widespread risk-off sentiment in the marketplace. With consumer prices rising 7.5% in January, the highest in 40 years, Goldman Sachs is now projecting seven 25 basis points hikes this year. There is also growing consensus for a 50 basis point hike in March. And some are even not ruling out an emergency move by the Federal Reserve prior to the March meeting. The big item on the agenda this week is the FOMC meeting minutes. Markets will be looking for clues in terms of how aggressive the U.S. central bank could allow itself to be.

"Investors still think that the unusually flat yield curve will prevent the Fed from being able to hike too aggressively this year and will force it to lean more on using quantitative tightening to drive long yields up. Even though the 10-year yield finally climbed to 2% this week, the 10s-2s spread is down to less than 50bp now."

(Source: <https://www.kitco.com/>)



Technical Outlook:

MCX GOLD (APR) future technical chart has formed an "Ascending Triangle" pattern on the weekly time frame. The last session ended in a Bullish tone after taking a reversal from the support zone of 47300-47500. The market is expected to continue the Bullish momentum based on the current price action. Once the prices break and sustain above the trend-line resistance holding at 49300 then the upside rally could test 49900-50600 in the upcoming trading sessions. Alternatively, if the resistance holds strong then the market might turn bearish once again and the downside rally could test 48600-47500 levels on the upcoming sessions. Key resistance holds at 49300.

@ Futures	Expiry Date	Quotation/ Base Value	Close	WoW % change	52 wk H/L	S2	S1	Pivot	R1	R2	Trend
MCXBULLDEX	23-Feb-22	INDEX	14350	2.57%	14420/13861	13935	14149	14265	14479	14595	UP
MCXMETLDEX	17-Feb-22	INDEX	18651	1.81%	18555/17121	17851	18251	18675	19075	19499	UP
MCXENRGDEX	09-Feb-22	INDEX	6660	-5.26%	6942/5570	6338	6492	6688	6842	7038	UP
GOLD	05-Apr-22	10 GM	49102	2.41%	48995/47431	47615	48363	48749	49497	49883	UP
SILVER	04-Mar-22	1 KG	63020	3.56%	65500/60012	60373	61687	62643	63957	64913	UP
CRUDE OIL	18-Feb-22	Rs/bbl	6918	0.04%	6958/5544	6305	6313	6624	6632	6943	UP
NG	23-Feb-22	Rs/mmBtu	294	-15.89%	412/272	264	279	308	323	352	DOWN
COPPER	28-Feb-22	1 KG	769	1.57%	767/734	726	747	769	790	812	UP
NICKEL	28-Feb-22	1 KG	1766	1.33%	1803/1542	1661	1714	1760	1813	1859	UP
LEAD	28-Feb-22	1 KG	185	0.63%	190/185	182	183	185	186	188	MODERATE
ZINC	28-Feb-22	1 KG	305	2.24%	302/285	425	365	338	278	251	UP
ALUMINIUM	28-Feb-22	1 KG	254	3.21%	265/223	237	245	256	264	275	UP