

COMMODITY DAILY REPORT (Metals & Energy)

21st January, 2021

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	March	29-Mar-21	25.77
Gold	February	24-Feb-21	1866.50
Crude Oil	March	22-Feb-21	53.31
Brent Crude Oil	March	29-Jan-21	56.08
Natural Gas	February	27-Jan-21	2.54

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	72.91
Dollar Index	90.41
EUR / USD	1.21
CRB Index	185.79

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	8014.50
Aluminum	Cash	1976.00
Zinc	Cash	2684.50
Lead	Cash	2013.00
Nickel	Cash	18055.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	5-Feb-21	58960.00
Aluminum	5-Feb-21	14725.00
Zinc	5-Feb-21	14975.00
Lead	5-Feb-21	20325.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	27-Jan-21	15452.00	Sideways	25.08.20	15750.00	-
Silver	5-Mar-21	66990.00	Up	18.05.20	47698.00	65000.00
Gold	5-Feb-21	49534.00	Up	08.12.20	50109.00	48500.00
Crude Oil	19-Feb-21	3910.00	Up	24.11.20	3333.00	3500.00
Natural gas	25-Jan-21	181.00	Sideways	23.12.20	191.90	-

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	29-Jan-21	611.35	Up	12.10.20	525.00	570.00
Aluminum	29-Jan-21	163.25	Up	10.06.20	138.40	155.00
Zinc	29-Jan-21	218.50	Up	11.05.20	156.60	200.00
Lead	29-Jan-21	166.15	Up	28.07.20	148.05	150.00
Nickel	29-Jan-21	1322.10	Up	04.01.21	1269.30	1240.00
MetIdx	17-Feb-21	13781.00	Up	16.11.20	12939.00	13000.00

**One has to follow the trend and see the price only at closing. This is not for Intra day trading.

All closing prices as on 20.01.21

Market Update (Bullions)

Bullion counter may continue to trade with bullish bias where Gold may find support near 49200 and facing resistance near 49700 while silver may trade with higher volatility where it may find support near 66300 and facing resistance near 67280. Gold eased from a two-week high on Thursday as investors booked profits after prices jumped in the previous session on hopes of a massive U.S. stimulus package under the new Joe Biden administration. Spot gold fell 0.1% to \$1,868.20 per ounce. U.S. gold futures gained 0.1% to \$1,868.50. U.S. President Joe Biden signed a string of executive orders, shortly after being sworn in on Wednesday to jump-start the government's response to the coronavirus pandemic. The World Health Organization plans to approve several COVID-19 vaccines from Western and Chinese manufacturers in coming weeks and months. The European Central Bank will keep its easy money policy unchanged on Thursday but hold the door wide open to further stimulus as the spreading second wave of COVID-19 dims an already weak outlook. British inflation gathered speed in December, starting what is expected to be a climb this year as pandemic-fighting measures, Brexit and a recovery in the economy combine to push up costs for consumers and businesses. Silver shed 0.2% to \$25.75 an ounce.

Market Update (Base Metals)

Base metals may trade with bullish bias where Copper can move towards 614 and taking support near 609. Base metals on the SHFE were mostly higher on Thursday morning, and their counterparts on the LME rose across the board after stocks on Wall Street sailed to record highs as US President Joe Biden was sworn into office. China keeps benchmark loan rate steady for ninth straight month with inaction not surprising. However, investors remained guarded as top metals consumer China stepped up COVID-19 restrictions, with capital Beijing shutting down a subway station after reporting the biggest daily jump in new cases in more than three weeks. Zinc may move towards 220 and taking support near 217. Lead can move towards 168 while taking support near 165. Galvanizing producers in north China suspended production earlier than in previous years due to resurgence of COVID-19 cases. Weak consumption may weigh on zinc prices in the near term. Nickel trade with sideways to bullish bias where it may take support near 1310 and resistance near 1335. Major producer the Philippines ordered a halt on mining on an island that is home to some projects. Eramet warned that its New Caledonia subsidiary SLN, the world's fourth-largest nickel producer, was at risk of liquidation within weeks if protests continue to disrupt its operations. Aluminum may move to 165 while taking support near 162. China produced 37.08 million tonnes of aluminium in 2020, setting an annual record as smelters cashed in on soaring prices, with December output also hitting a monthly all-time high even as the rally cooled.

Market Update (Energy)

Crude oil may trade with sideways to bearish bias where support is seen near 3830 and resistance is seen near 3910. Oil prices fell on Thursday after data showed U.S. crude stocks unexpectedly rose last week, reigniting worries about pandemic restrictions cutting into fuel demand. U.S. crude oil inventories rose 2.6 million barrels in the week to Jan. 15, according to data from the American Petroleum Institute, an industry group, compared with analysts' forecasts in a Reuters poll for a fall of 1.2 million barrels. However gasoline stocks and distillate inventories, which include diesel, distillate and jet fuel, rose by less than analysts had expected. The U.S. Energy Information Administration is due to release its weekly inventory report on Friday. The Biden administration has committed to curb carbon emissions and among his first actions as president, Biden announced America's return to the Paris climate accord and revoked a permit for the Keystone XL oil pipeline project from Canada. The administration is also committed to ending new oil and gas leasing on federal lands, Biden's press secretary said, although Biden has not laid out a timeline for achieving that goal. Natural gas may trade with higher volatility where resistance is seen near 184 and support near 177. While the weather is expected to be cooler than normal across the west coast over the next 6-10 days, its expected to turn warmer than normal across most of the mid-west during the next 8-14 days.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable /Neutral
19:00	US Building Permits (Dec)	High	1.604M	1.635M	Metal & Energy	Favourable
19:00	US Initial Jobless Claims	High	910K	965K	Metal & Energy	Adverse
19:00	US Continuing Jobless Claims	High	5,400K	5,271K	Metal & Energy	Favourable
19:00	US Housing Starts (Dec)	High	1.560M	1.547M	Metal & Energy	Adverse
19:00	US Philadelphia Fed Manufacturing Index (Jan)	High	12.0	9.1	Metal & Energy	Adverse

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