

COMMODITY DAILY REPORT (Metals & Energy)

28th September, 2020

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	September	28-Sep-20	23.02
Gold	October	28-Oct-20	1857.80
Crude Oil	November	20-Oct-20	40.25
Brent Crude Oil	November	30-Sep-20	41.92
Natural Gas	October	28-Sep-20	2.14

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	73.67
Dollar Index	94.54
EUR / USD	1.16
CRB Index	157.60

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	6529.00
Aluminum	Cash	1708.50
Zinc	Cash	2365.00
Lead	Cash	1815.00
Nickel	Cash	14285.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	15-Oct-20	50620.00
Aluminum	15-Oct-20	13925.00
Zinc	15-Oct-20	19175.00
Lead	15-Oct-20	15155.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	23-Oct-20	15134.29	Sideways	25.08.20	15750.00	-
Silver	4-Dec-20	59027.00	Up	18.05.20	47698.00	58200.00
Gold	5-Oct-20	49659.00	Up	23.03.20	41163.00	49500.00
Crude Oil	19-Oct-20	2969.00	Sideways	08.09.20	2705	-
Natural gas	27-Oct-20	209.30	Up	23.09.20	154.20	150.00
Diamond 1ct (ICEX)	5-Oct-20	3082.50	Sideways	03.07.20	3697.35	-

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	30-Sept-20	531.15	Up	07.04.20	392.00	510.00
Aluminum	30-Sept-20	144.00	Up	10.06.20	138.40	136.00
Zinc	30-Sept-20	194.70	Up	11.05.20	156.60	182.00
Lead	30-Sept-20	149.30	Up	28.07.20	148.05	140.00
Nickel	30-Sept-20	1047.50	Up	22.07.20	1026.60	1050.00
Steel long (ICEX)	5-Oct-20	33060.00	Sideways	16.06.20	30210.00	-

**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 25.09.20

Market Update (Bullions)

Bullion counter may post correction from higher levels where Gold may test 48900 and facing resistance near 49900 while silver may test 57200 and facing resistance near 60500. Gold steadied on Monday as the dollar rally took a pause, while traders were on sidelines as political uncertainty built ahead of the first presidential election debate between U.S. President Donald Trump and his Democratic rival Joe Biden this week. Spot gold was little changed at \$1,860.19 per ounce. U.S. gold futures were down 0.1% at \$1,864.50. The dollar index was down 0.1% against rivals, slightly off a two-month peak hit in the last session. Trump and Biden will have their first presidential election debate on Tuesday. Investors also looked for any signs of further stimulus after U.S. House Speaker Nancy Pelosi said on Sunday a deal could be reached with the White House on a coronavirus relief package and that talks were continuing. New orders for key U.S.-made capital goods increased more than expected in August and shipments raced to their highest level in nearly six years, suggesting a rebound in business spending on equipment was underway after a prolonged slump. Speculators reduced their bullish positions in COMEX gold and silver contracts in the week to Sept. 22, the U.S. Commodity Futures Trading Commission (CFTC) said on Friday. Holdings in SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, fell 0.02% to 1,266.84 tonnes on Friday. Physical gold demand limped higher in top Asian hubs last week, with dealers in India easing discounts to the lowest level in six weeks, as a drop in prices saw a little interest return in the precious metal. Silver rose 0.3% to \$22.93 per ounce.

Market Update (Base Metals)

Base metals may trade in range with bearish bias where Copper (Oct) can move towards 520 and taking support near 510. Shanghai base metals were mostly higher on Monday morning, while their counterparts on the LME set for a mixed start, as investors continue to monitor the developments on further fiscal stimulus and rising coronavirus cases in Europe. London copper rose for a second straight session on Monday on expectations of a strong demand in top importer China and a U.S. stimulus in the works. In August, data showed industrial output in China, the world's top consumer of metals, accelerated the most in eight months. Democrats in the House of Representatives are working on a \$2.2 trillion coronavirus stimulus package. Zambia will remove import duty on copper ores and concentrates to encourage local processing, Finance Minister Bwalya Ng'andu said in a budget speech delivered in parliament on Friday. Africa's second largest copper producer saw its export earnings from the metal in the first half of the year fall 14.8% to \$2.3 billion due to a drop in prices. Zinc may move towards 189 and taking support near 185. Lead (Oct) can move towards 148 while taking support near 144. Nickel (Oct) trade with sideways to bullish bias where it may take support near 1035 and resistance near 1070. Aluminum (Oct) may move towards 145 while taking support near 142. Imports of unwrought aluminium alloy stood at 146,000 mt in August, decreasing 15% from July and surging 810% from a year earlier, according to the latest customs data. China exported 16,000 mt of unwrought aluminium alloy in August, up 73.6% month on month and down 61.5% year on year.

Market Update (Energy)

Crude oil may dip towards support near 2870 and resistance is seen near 3020. Oil prices dipped again on Monday as rising coronavirus cases upset hopes for a smooth recovery in fuel demand, with crude on track for its first monthly fall in many months after slipping last week. Brent is on track to fall for the first month in six while WTI is headed for its first monthly loss since April as renewed mobility curbs in various countries following more coronavirus cases cloud the outlook on fuel demand recovery. New COVID-19 case numbers are accelerating in major U.S. states, renewing fears of mobility restrictions challenging the ongoing oil demand recovery in the last quarter. More crude is also being exported from OPEC producers Iran and Libya despite efforts by the Organization of the Petroleum Exporting Countries and their allies to limit output. Still, OPEC Secretary General Mohammad Barkindo said on Sunday that commercial oil inventories in OECD countries are expected to stand only slightly above the five-year average in the first quarter of 2021, before falling below that level for the rest of the year. In Norway, one of the largest oil producers outside OPEC, a workers' strike which may take place on Sept. 30 is threatening to cut Norway's production by 900,000 barrels per day, the Norwegian Oil and Gas Association (NOG) said on Friday. Natural gas may extend bullish rally where resistance is seen near 217 and support near 204. Natural gas futures took a hit on Friday, but still managed to post a solid gain for the week.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable / Neutral
	NO Economic releases					

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