

COMMODITY DAILY REPORT (Metals & Energy)

26th October, 2020

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	December	29-Dec-20	24.68
Gold	November	25-Nov-20	1902.30
Crude Oil	December	20-Nov-20	39.85
Brent Crude Oil	December	30-Oct-20	41.77
Natural Gas	November	28-Oct-20	2.97

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	73.83
Dollar Index	92.80
EUR / USD	1.19
CRB Index	161.23

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	6879.00
Aluminum	Cash	1829.00
Zinc	Cash	2565.50
Lead	Cash	1792.50
Nickel	Cash	15768.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	16-Nov-20	52050.00
Aluminum	16-Nov-20	14720.00
Zinc	16-Nov-20	19855.00
Lead	16-Nov-20	14490.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	23-Oct-20	15612.52	Sideways	25.08.20	15750.00	-
Silver	4-Dec-20	62449.00	Up	18.05.20	47698.00	58200.00
Gold	5-Dec-20	50839.00	Up	23.03.20	41163.00	49500.00
Crude Oil	19-Nov-20	2939.00	Sideways	08.09.20	2705	-
Natural gas	27-Oct-20	219.60	Up	23.09.20	154.20	150.00
Diamond 1ct (ICEX)	5-Nov-20	3491.80	Sideways	03.07.20	3697.35	-

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	30-Oct-20	545.10	Up	12.10.20	525.00	490.00
Aluminum	30-Oct-20	153.35	Up	10.06.20	138.40	136.00
Zinc	30-Oct-20	207.45	Up	11.05.20	156.60	182.00
Lead	30-Oct-20	149.55	Up	28.07.20	148.05	140.00
Nickel	30-Oct-20	1155.90	Up	12.10.20	1105.00	1040.00
Steel long (ICEX)	5-Nov-20	32850.00	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 23.10.20

Market Update (Bullions)

Bullion counter may post selling where Gold may test 50400 and facing resistance near 51200 while silver may trade with higher volatility where it may test 61700 and facing resistance near 62860. Gold prices eased to an over one-week low on Monday in early Asia trade as the dollar firmed and talk over the new U.S. coronavirus aid package showed no signs of progress. Spot gold fell 0.1% to 1,899.41 per ounce after hitting \$1,890.19, its lowest since Oct. 15. U.S. gold futures were down 0.2% at \$1,900. The dollar index was up 0.1% against a basket of currencies. U.S. House Speaker Nancy Pelosi said on Sunday the Trump administration was reviewing the latest plan for more COVID-19 relief over the weekend and that she expected a response on Monday, adding that she was still optimistic a deal could be reached. Gold premiums in India jumped to their highest in nearly three months last week, as jewellers continued to stock up on hopes of more customers visiting stores as the festive season gathers pace. Speculators increased their net long position by 15,488 contracts to 135,311 in week to Oct. 20 in COMEX gold, 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 0.14% to 1,263.80 tonnes on Friday. Silver fell 0.5% to \$24.45 per ounce.

Market Update (Base Metals)

Base metals may continue to trade with sideways to bearish bias where Copper Oct can move towards 540 and facing resistance near 548. Shanghai base metals mostly declined on Monday morning, while their counterparts on the LME also fell for the most part, as COVID-19 continues to spread around the world and whether a US fiscal stimulus package would come out before the Nov. 3 election remains unknown. Zinc may move towards 205 and facing resistance near 209. Lead can move towards 147 while facing resistance near 151. Nickel trade with sideways to bullish bias where it may take support near 1140 and resistance near 1170. Nickel ore prices remained firm as its supply continued to be tight after the Philippines entered a wet season. NPI prices were also firm with support from raw material prices. Refined nickel supply is likely to be short in the near term due to its improved demand and small inflow of imported cargoes. Aluminum may move towards 151 while facing resistance near 155. China reverted to being a net aluminium exporter in September, official data showed on Friday, as the price gap between foreign and domestic metal narrowed, making shipments from overseas more expensive and reducing import volumes. The world's top aluminium producing country imported 355,999 tonnes of unwrought aluminium and aluminium products last month, the General Administration of Customs said. That compared with exports of 426,469 tonnes.

Market Update (Energy)

Crude oil may continue to trade in wider range where support is seen near 2840 and resistance is seen near 2980. Oil prices fell on Monday, extending last week's losses, as a jump in COVID-19 infections in the United States and Europe raised alarms over crude demand, while the prospect of increased supply also hurt sentiment. The United States reported its highest number yet of new coronavirus infections in two days through Saturday, while in France new cases hit a record of more than 50,000 on Sunday, underlining the severity of the outbreak. On the supply side, Libya's National Oil Corp on Friday ended its force majeure on exports from two key ports and said production would reach 1 million barrels per day (bpd) in four weeks, a quicker ramp-up than many analysts had predicted. OPEC+, a grouping of producers including the Organization of the Petroleum Exporting Countries (OPEC) and Russia, is also set to increase output by 2 million bpd in January 2021 after cutting production by a record amount earlier this year. In the United States, energy companies increased their rig count by five to take the total to 287 in the week to Oct. 23, the most since May, energy services firm Baker Hughes said. The rig count is an indicator of future supply. Natural gas may trade with higher volatility and may extend the bullish rally where resistance is seen near 225 and support near 215. Increasing export demand and supportive government storage data should've underpinned prices, but a warmer turn in the latest weather forecast capped gains.

KEY ECONOMIC RELEASES

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

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