

COMMODITY DAILY REPORT (Metals & Energy)

19th January, 2021

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	January	27-Jan-21	24.87
Gold	January	27-Jan-21	1829.90
Crude Oil	February	20-Jan-21	52.36
Brent Crude Oil	March	29-Jan-21	54.75
Natural Gas	January	27-Jan-21	2.74

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	73.18
Dollar Index	90.77
EUR / USD	1.21
CRB Index	186.22

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	7972.50
Aluminum	Cash	1979.50
Zinc	Cash	2664.50
Lead	Cash	1981.50
Nickel	Cash	18056.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	15-Jan-21	58640.00
Aluminum	15-Jan-21	14970.00
Zinc	15-Jan-21	14950.00
Lead	15-Jan-21	20265.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	27-Jan-21	15212.00	Sideways	25.08.20	15750.00	-
Silver	5-Mar-21	65429.00	Up	18.05.20	47698.00	65000.00
Gold	5-Feb-21	48894.00	Up	08.12.20	50109.00	48500.00
Crude Oil	19-Jan-21	3813.00	Up	24.11.20	3333.00	3500.00
Natural gas	25-Jan-21	191.60	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	607.15	Up	12.10.20	525.00	570.00
Aluminum	29-Jan-21	161.35	Up	10.06.20	138.40	155.00
Zinc	29-Jan-21	213.90	Up	11.05.20	156.60	200.00
Lead	29-Jan-21	164.45	Up	28.07.20	148.05	150.00
Nickel	29-Jan-21	1317.80	Up	04.01.21	1269.30	1240.00
MetIdx	19-Jan-21	13632.00	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 18.01.21

Market Update (Bullions)

Bullion counter may continue to trade with bullish bias where Gold may find support near 48800 and facing resistance near 49400 while silver may trade with higher volatility where it may find support near 65000 and facing resistance near 66100. Gold prices inched higher on Tuesday after hitting a 1-1/2-month low in the previous session, as hopes of further global stimulus to stem the economic toll from the COVID-19 pandemic countered a firmer dollar. Spot gold rose 0.1% to \$1,838.51 per ounce. U.S. gold futures gained 0.4% to \$1,836.50. U.S. President-elect Joe Biden's nominee to run the Treasury Department, Janet Yellen, will tell the Senate Finance Committee on Tuesday that the government must "act big" with its next coronavirus relief package. Biden has outlined a \$1.9 trillion stimulus package proposal to jump-start the virus-stricken economy. Euro zone finance ministers pledged continued fiscal support for their economies on Monday and discussed the design of post-pandemic recovery plans as the European Commission warned the COVID-19 crisis was making the bloc's economic imbalances worse. The head of the International Monetary Fund said the global lender needed more resources to help heavily indebted countries, citing a highly uncertain global economic outlook. Silver fell 1.1% to \$25.05 an ounce.

Market Update (Base Metals)

Base metals may trade with bullish bias where Copper can move towards 610 and taking support near 605. Shanghai base metals were mostly higher on Tuesday morning as investors awaited remarks from US President-elect Joe Biden's nominee for Treasury secretary, Janet Yellen. Meanwhile, their counterparts on the LME also rose for the most part. China's economy grew 6.5% in the previous quarter, faster than the 6.1% forecasts by economists in a Reuters poll, ending a rough coronavirus-stricken 2020 in remarkably good shape and remained solidly poised to expand further this year. Zinc may move towards 215 and taking support near 212. Lead can move towards 167 while taking support near 163. 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 1308 and resistance near 1330. 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 163 while taking support near 160. 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 3760 and resistance is seen near 3850. Brent crude futures edged up on Tuesday as optimism that government stimulus will buoy global economic growth and oil demand trumped concerns that renewed COVID-19 pandemic lockdowns globally could cool fuel consumption. Investors are upbeat about demand in China, the world's top crude oil importer, after data released on Monday showed its refinery output rose 3% to a new record in 2020. China was also the only major economy in the world to avoid a contraction last year as many nations struggled to contain the COVID-19 pandemic. Investors are watching out for U.S. President-elect Biden's inauguration speech on Wednesday for details on the country's \$1.9 trillion aid package. Oil prices have also been supported by Saudi Arabia's additional supply cuts in the next two months which are expected to draw down global inventories by 1.1 million barrels per day in the first quarter. Concerns about rising COVID-19 cases globally and renewed lockdowns weighing down fuel demand kept a lid on oil prices. Natural gas may trade with higher volatility where resistance is seen near 194 and support near 187. The weather is expected to be cooler than average on the western half of the U.S. and normal to warmer than average on the east coast of the United States.

KEY ECONOMIC RELEASES

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

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