

COMMODITY DAILY REPORT (Metals & Energy)
6th December, 2019
INTERNATIONAL MARKETS
COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Mar	27-Mar-20	17.06
Gold	Feb	26-Feb-20	1483.10
Crude Oil	Jan	19-Dec-19	58.43
Brent Crude Oil	Feb	30-Dec-19	63.39
Natural Gas	Jan	27-Dec-19	2.43

Closing as on 05.12.19

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	71.23
Dollar Index	97.39
EUR / USD	1.1102
CRB Index	189.66

*Closing as on 05.12.19

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	5855.00
Aluminum	Cash	1756.00
Zinc	Cash	2255.00
Lead	Cash	1893.00
Nickel	Cash	13165.00

Closing as on 05.12.19

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	16-Dec-19	47090.00
Aluminum	16-Dec-19	14065.00
Zinc	16-Dec-19	18190.00
Lead	16-Dec-19	15355.00

Closing as on 05.12.19

DOMESTIC MARKETS
MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Silver	5-Mar-20	44610.00	Down	07.11.19	44168.00	45500.00
Gold	5-Feb-20	38085.00	Down	07.11.19	37575.00	38300.00
Crude Oil	18-Dec-19	4161.00	Sideways	29.11.19	3980.00	
Natural gas	26-Dec-19	174.60	Down	19.11.19	181.00	190.00
Diamond 1ct (ICEX)	3-Jan-20	3567.00	Up	27.08.19	3591.00	3500.00

Closing as on 05.12.19

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Dec-19	430.60	Down	03.10.19	436.05	442.00
Aluminum	31-Dec-19	132.60	Down	14.11.19	131.65	135.00
Zinc	31-Dec-19	182.75	Down	03.12.19	181.45	194.00
Lead	31-Dec-19	152.60	Sideways	29.10.19	160.05	-
Nickel	31-Dec-19	983.60	Down	12.11.19	1148.90	1040.00
Steel long (ICEX)	3-Jan-20	29160.00	Sideways	28.11.19	29340.00	-

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

Closing as on 05.12.19

Market Update (Bullions)

Bullion counter may trade with sideways bias as nonfarm payroll data to give further direction the prices. Gold was flat on Friday, due to rise in risk sentiment after U.S. President Donald Trump's latest comments rekindled hopes of a trade deal with China, but dollar's weakness kept the bullion on track for a weekly rise. U.S. President Donald Trump said on Thursday trade talks were "moving right along", while Beijing reiterated their stance on withdrawal of the Dec. 15 tariffs as part of an interim deal to de-escalate their 17-month trade war. Gold Feb can slip lower towards 37900 while facing resistance near 38200 and silver Mar can test 44200 while taking resistance near 44800. The U.S. trade deficit dropped to its lowest level in nearly 1-1/2 years in October. Initial jobless claims dropped to 203,000 for the week ended Nov. 30, the lowest since mid-April. Pro-democracy protesters were given permission to conduct a rally by the Hong Kong authorities this weekend, following their sweeping victory in local elections.

Market Update (Base Metals)

Base metals may trade with sideways to weak bias. Copper may recover towards 435 while taking support near 425. Copper prices edged up on Friday, set for a third straight weekly gain, following U.S. President Donald Trump's upbeat rhetoric on trade talks with China, although concerns about demand for the metal kept gains in check. The trade talks were "moving right along", Trump said on Thursday, even as Chinese officials insisted that both sides must simultaneously cancel some existing tariffs on each other's goods for them to reach a "phase one" trade deal. Zinc can recover towards 187 while taking support near 182. Lead may trade sideways as it can take support near 151 and resistance at 153. Nickel may recover towards 1000 while taking support 965. The nickel price bubble is slowly deflating but bears would be advised to tread carefully with a sharp fall in LME inventory threatening a repeat of the time-spread turbulence that rocked the London market in late September. Aluminum may dip towards 132 while taking resistance near 135.

Market Update (Energy)

Crude oil may remain on firm note. Oil edged up in early Asia trade on Friday, with U.S. crude trading near a two-month high after OPEC agreed to increase output curbs by nearly 50 percent in early 2020, although the cartel stopped short of promising any further steps after March. Crude oil can recover towards 4200 while taking support near 4100. The Organization of the Petroleum Exporting Countries (OPEC) and allies including Russia - a grouping known as OPEC+ - have agreed to more output cuts to avert oversupply early next year as economic growth stagnates amid the U.S.-China trade war. The agreement, which needs to be formally adopted later on Friday, will reduce 500,000 barrels per day (bpd) of production, through tighter compliance and some adjustments. The group has been withholding 1.2 million bpd and the new amount represents about 1.7% of global oil output. A panel of ministers representing OPEC and non-OPEC producers led by Russia recommended the cuts be made, according to Russian Energy Minister Alexander Novak on Thursday. Details need to be hammered out at an OPEC+ meeting that starts later on Friday in Vienna. Natural gas can dip towards 170 while taking resistance near 175.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable /Neutral
19:00	US Nonfarm Payrolls (Nov)	High	186K	128K	Metal and Energy	Favourable
19:00	US Unemployment Rate (Nov)	High	3.60%	3.60%	Metal and Energy	Neutral
20:30	US Michigan Consumer Expectations (Dec)	High	88	87.3	Metal and Energy	Favourable



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