

COMMODITY DAILY REPORT (Metals & Energy)

9th November, 2020

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	December	29-Dec-20	25.66
Gold	December	29-Dec-20	1951.70
Crude Oil	December	20-Nov-20	37.14
Brent Crude Oil	December	30-Nov-20	39.84
Natural Gas	December	25-Nov-20	2.89

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	73.97
Dollar Index	92.17
EUR / USD	1.19
CRB Index	158.46

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	6938.50
Aluminum	Cash	1891.50
Zinc	Cash	2614.50
Lead	Cash	1838.00
Nickel	Cash	15532.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	16-Nov-20	51470.00
Aluminum	16-Nov-20	15010.00
Zinc	16-Nov-20	19950.00
Lead	16-Nov-20	14270.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	23-Nov-20	16092.70	Sideways	25.08.20	15750.00	-
Silver	4-Dec-20	65335.00	Up	18.05.20	47698.00	58200.00
Gold	4-Dec-20	52167.00	Up	23.03.20	41163.00	49500.00
Crude Oil	19-Nov-20	2766.00	Sideways	08.09.20	2705	-
Natural gas	24-Nov-20	214.70	Up	23.09.20	154.20	200.00
Diamond 1ct (ICEX)	4-Dec-20	3544.25	Sideways	03.07.20	3697.35	-

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	27-Nov-20	533.50	Up	12.10.20	525.00	490.00
Aluminum	27-Nov-20	155.50	Up	10.06.20	138.40	136.00
Zinc	27-Nov-20	208.25	Up	11.05.20	156.60	182.00
Lead	27-Nov-20	149.95	Up	28.07.20	148.05	140.00
Nickel	27-Nov-20	1147.10	Up	12.10.20	1105.00	1040.00
Steel long (ICEX)	7-Dec-20	35290.00	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 06.11.20

Market Update (Bullions)

Bullion counter may continue to trade with bullish bias where Gold may test 52410 and taking support near 51800 while silver may trade with higher volatility where it may test 65800 and taking support near 64680. Gold prices edged higher in early Asian trade on Monday, propped up by a weaker dollar and hopes of more stimulus measures under U.S. President-elect Joe Biden. Spot gold rose 0.1% to \$1,953.45 per ounce. U.S. gold futures rose 0.2% to \$1,955.60 per ounce. The dollar index was hovering near a more than two-month low. Biden and his advisers are working on plans to tackle the crises facing a divided America, first and foremost the raging pandemic, a day after the Democrat won enough states to clinch the U.S. presidency. A potentially divided U.S. government with Republicans in control of the Senate may mean a smaller fiscal stimulus package, but that could put the spotlight on the Federal Reserve to do more to revive the economy. Labour Department's employment report on Friday showed the U.S. economy created the fewest jobs in five months in October and more Americans are working part time. Significant differences remain in talks over a trade deal between Britain and the European Union, both sides said, as they promised to step up efforts to find an agreement. Holdings in SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, rose 0.63% to 1,260.30 tonnes on Friday. Speculators cut their net long position in COMEX gold by 9,657 contracts to 121,951 in week to Nov. 3, the U.S. Commodity Futures Trading Commission (CFTC) said on Friday. Silver rose 0.5% to \$25.72 per ounce.

Market Update (Base Metals)

Base metals may continue to trade with sideways to bullish bias but some correction is expected from higher levels where Copper can move towards 536 and taking support near 531. Base metals on the SHFE were mostly higher on Monday morning, and their counterparts on the LME also rose for the most part, as investors in the region reacted to Democrat Joe Biden's defeat of incumbent Donald Trump in the U.S. presidential race. China's imports of unwrought copper and copper products stood at 618,108 tonnes last month, the General Administration of Customs said. That was down 14.4% from 722,450 tonnes in September, which was the second-highest monthly level on record, but up 43.4% from 431,000 tonnes a year earlier. Chilean miner Codelco has agreed with a major Chinese buyer to supply copper at a premium of \$88 a tonne in 2021, sources told Reuters. Copper production costs at mines in Chile fell 17% in the first half of 2020, the mining ministry said. China's foreign trade is expected to have grown strongly in October, German industrial output rose less than expected in September and U.S. employers hired the fewest workers for five months in October. Zinc may move towards 210 and taking support near 207. Lead can move towards 151 while taking support near 147. Nickel trade with sideways to bullish bias where it may take support near 1140 and resistance near 1175. Due to the impact of the decline in the futures price of large stainless steel factories, the price of nickel pig iron is unlikely to be high, and there is a risk of weakening. Aluminum may move towards 157 while taking support near 154. China's exports of unwrought aluminium and aluminium products came in at 418,893.7 tonnes in October, down 1.8% from in September and down 2.% from a year earlier.

Market Update (Energy)

Crude oil may continues to trade with bullish bias where support is seen near 2740 and resistance is seen near 2870. Oil prices gained more than 2% on Monday, with Brent futures rising above \$40 a barrel, after Joe Biden clinched the U.S. presidency and buoyed risk appetite, offsetting worries about impact on fuel demand from the worsening coronavirus pandemic. U.S. President-elect Biden and his team are working on tackling the worsening health crisis. The United States became the first nation worldwide since the pandemic began to surpass 10 million COVID-19 infections, according to a Reuters. U.S. oil production is set to climb as producers are tapping into a backlog of drilled wells left uncompleted (DUCs) to boost output. The number of operating oil and gas rigs in the United States rose for an eighth week last week, according to Baker Hughes. Natural gas may trade with higher volatility may extend the bearish rally where resistance is seen near 217 and support near 208. The weather is expected to be much colder than normal in the western part of the US and much warmer than normal on the east coast which should net reduce heating demand.

KEY ECONOMIC RELEASES

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

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