

COMMODITY DAILY REPORT (Metals & Energy)

27th November, 2020

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	December	29-Dec-20	23.36
Gold	December	29-Dec-20	1805.50
Crude Oil	January	21-Dec-20	45.71
Brent Crude Oil	December	30-Nov-20	47.80
Natural Gas	January	29-Dec-20	2.96

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	73.83
Dollar Index	92.04
EUR / USD	1.19
CRB Index	170.40

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	7356.50
Aluminum	Cash	1961.50
Zinc	Cash	2754.50
Lead	Cash	2031.50
Nickel	Cash	16055.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	15-Dec-20	54950.00
Aluminum	15-Dec-20	15975.00
Zinc	15-Dec-20	20875.00
Lead	15-Dec-20	15225.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	24-Dec-20	14915.91	Sideways	25.08.20	15750.00	-
Silver	4-Dec-20	59873.00	Up	18.05.20	47698.00	57500.00
Gold	4-Dec-20	48517.00	Up	23.03.20	41163.00	49000.00
Crude Oil	18-Dec-20	3324.00	Up	24.11.20	3333.00	3000.00
Natural gas	28-Dec-20	216.70	Up	26.11.20	216.70	200.00
Diamond 1ct (ICEX)	4-Dec-20	3437.00	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	563.75	Up	12.10.20	525.00	520.00
Aluminum	27-Nov-20	163.25	Up	10.06.20	138.40	150.00
Zinc	27-Nov-20	218.90	Up	11.05.20	156.60	200.00
Lead	27-Nov-20	158.15	Up	28.07.20	148.05	150.00
Nickel	27-Nov-20	1203.70	Up	12.10.20	1105.00	1170.00
Steel long (ICEX)	7-Dec-20	35630.00	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 26.11.20

Market Update (Bullions)

Bullion counter may continue to trade with bearish bias and extend bearish where Gold may test 48200 and facing resistance near 48800 while silver may trade with higher volatility where it may test 59200 and facing resistance near 60500. Gold prices steadied on Friday as investors took stock of doubts raised over the efficacy of an inexpensive coronavirus vaccine, but the precious metal was set for a third week of declines. Spot gold was little changed at \$1,810.75 per ounce. U.S. gold futures rose 0.2% to \$1,809.80 per ounce. Gold was down over 3% for the week as progress in COVID-19 vaccine development and U.S. President-elect Joe Biden's transition to the White House bolstered risk sentiment. Trump said on Thursday he will leave the White House if the Electoral College votes for Biden, the closest he has come to conceding the Nov. 3 election, even as he repeated his unfounded claims of massive voter fraud. Raising the prospect for further stimulus, the European Central Bank's chief economist warned that tolerating "a longer phase of even lower inflation" would hurt consumption and investment. Core consumer prices in Tokyo recorded their biggest annual drop in more than eight years, a sign the hit to consumption from the coronavirus crisis was heightening deflationary pressure on the economy. Britain wants to resume face-to-face trade negotiations with the European Union, but it is a decision for Brussels, a spokesman for Prime Minister Boris Johnson said on Thursday. Silver fell 0.9% to \$23.25 per ounce.

Market Update (Base Metals)

Base metals may trade with positive bias where Copper can move towards 567 and taking support near 558. Base metals on the SHFE were mostly higher today morning, and their counterparts on the LME rose across the board, as investors await data on China's industrial profits for October. Copper rallied to its highest in nearly seven years on Thursday on hopes that a vaccine for the coronavirus would galvanise global markets and boost demand for the industrial metal. China's copper imports rose year on year in October and set a new annual peak with two months to spare, underscoring the speed of the recovery from the pandemic in the world's top consumer of the metal. Zinc may move towards 220 and taking support near 217. Lead can move towards 160 while taking support near 157. Smelter treatment charges in China have tumbled to two-year lows under \$100 per tonne as operators compete for concentrates. That's a long, long way below this year's benchmark terms of \$299.75. WBMS noted that lead market recorded a deficit of 32 kt in January to September 2020 which follows a deficit of 278 kt recorded in the whole of 2019. Nickel trade with sideways to bullish bias where it may take support near 1095 and resistance near 1210. China's stainless steel mills face higher costs for essential ingredient ferrochrome, if as expected, South Africa goes ahead with proposals to impose taxes on exports of chrome ore. Aluminum may move 165 while taking support near 161. China's aluminum imports fell 27.9% in October from September, as the spread between domestic and international prices continued to narrow.

Market Update (Energy)

Crude oil may trade with bullish bias where support is seen near 3290 and resistance is seen near 3400. Oil prices were mixed on Friday in quiet trade due to the U.S. Thanksgiving holiday, with West Texas Intermediate (WTI) dropping more than 1% amid concerns about oversupply and doubts about a vaccine to end the coronavirus pandemic. Both benchmarks have risen about 6% this week, after AstraZeneca earlier announced that its COVID-19 vaccine could be up to 90% effective, adding to successful trial results of two others under development in the fight to end the worst pandemic in a century. The Organization of the Petroleum Exporting Countries (OPEC) and other producers including Russia that make up the OPEC+ grouping are leaning towards delaying next year's planned increase in oil output, three sources close to OPEC+ said. OPEC+ was planning to raise output by 2 million barrels per day (bpd) in January - about 2% of global consumption - as it moves to ease this year's record supply cuts. But rising Libyan output is contributing to concerns about oversupply in the market as many people are ignoring lockdown advice and travelling. Natural gas may trade with higher volatility where resistance is seen near 220 and support near 213.

KEY ECONOMIC RELEASES

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

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