

COMMODITY DAILY REPORT (Metals & Energy)

20th November, 2020

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	December	29-Dec-20	24.05
Gold	December	29-Dec-20	1861.50
Crude Oil	December	20-Nov-20	41.74
Brent Crude Oil	December	30-Nov-20	44.37
Natural Gas	December	25-Nov-20	2.59

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	74.10
Dollar Index	92.38
EUR / USD	1.19
CRB Index	165.45

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	7028.00
Aluminum	Cash	1983.00
Zinc	Cash	2721.00
Lead	Cash	1951.00
Nickel	Cash	15690.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	15-Dec-20	52710.00
Aluminum	15-Dec-20	15805.00
Zinc	15-Dec-20	20685.00
Lead	15-Dec-20	14600.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	23-Nov-20	15358.26	Sideways	25.08.20	15750.00	-
Silver	4-Dec-20	61510.00	Up	18.05.20	47698.00	58200.00
Gold	4-Dec-20	49992.00	Up	23.03.20	41163.00	49500.00
Crude Oil	18-Dec-20	3093.00	Sideways	08.09.20	2705	-
Natural gas	24-Nov-20	195.10	Up	23.09.20	154.20	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	544.45	Up	12.10.20	525.00	490.00
Aluminum	27-Nov-20	164.30	Up	10.06.20	138.40	148.00
Zinc	27-Nov-20	221.85	Up	11.05.20	156.60	182.00
Lead	27-Nov-20	155.45	Up	28.07.20	148.05	145.00
Nickel	27-Nov-20	1190.80	Up	12.10.20	1105.00	1100.00
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 19.11.20

Market Update (Bullions)

Bullion counter may continue to trade with bearish bias where Gold may test 49700 and facing resistance near 50200 while silver may trade with higher volatility where it may test 60800 and facing resistance near 61900. Gold prices fell on Friday, weighed by uncertainty over more U.S. stimulus measures after Treasury Secretary Steven Mnuchin said key pandemic lending programs at the Federal Reserve would expire by the end of the year. Spot gold fell 0.2% to \$1,863.21 per ounce and was headed for the second week of declines. U.S. gold futures were flat at \$1,862.60. In a letter to Fed Chair Jerome Powell, Mnuchin said the \$455 billion allocated to Treasury under the CARES Act last spring, which supports Fed's lending to businesses, nonprofits and local governments, should be instead available for Congress to reallocate. The number of Americans filing first-time claims for jobless benefits rose last week, likely as new business restrictions to control the pandemic unleashed a fresh wave of layoffs, which could further slow the labor market recovery. The flow of gold from east to west triggered by the pandemic eased in October as Switzerland's imports of bullion from Asia fell and it exported more to India than in any month since May 2019, Swiss customs data showed on Thursday. Holdings in SPDR Gold Trust fell 0.14% to 1,217.25 tonnes on Thursday. Silver fell 0.1% to \$24.06 per ounce.

Market Update (Base Metals)

Base metals may witness selling pressures where Copper can move towards 540 and facing resistance near 546. Base metals on the SHFE were mostly higher on Friday morning, and their counterparts on the LME also rose for the most part. The US dollar index fell sharply at the end of the US session, and copper futures were boosted and turned to rise. Unions on strike at Chile's Candelaria copper mine, owned by Canada's Lundin Mining Corp, rejected a contract offer from the company on Tuesday, confirming the work stoppage would continue. Zinc may move towards 223 and taking support near 220. Lead can move towards 157 while taking support near 154. Zinc prices climbed on Wednesday to an 18-month high after Vedanta suspended mining at its Gamsberg zinc mine in South Africa following an accident that trapped ten workers. The news comes in a zinc market where mine supply is already tight due mainly to restrictions to help slow the spread of covid-19. Nickel trade with sideways to bearish bias where it may take support near 1184 and resistance near 1195. 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 towards 166 while taking support near 163. Aluminium extended gains with the Chinese benchmark contract scaling a three-year high while London prices hit their highest in nearly two years supported by expectations of a supply crunch in the world's top metals consumer.

Market Update (Energy)

Crude oil may trade with bearish bias where support is seen near 3060 and resistance is seen near 3150. Oil prices slipped on Thursday as hopes for a vaccine were overshadowed by a surge in new cases of the coronavirus around the world, which raised concerns about the outlook for crude demand. The spread of coronavirus infection and fresh restrictions in the United States and other parts of the world hit market sentiment as it would hamper fuel demand. Investors are also booking profits from the recent rally before the U.S. Thanksgiving holiday later this month. To tackle weaker energy demand amid a new wave of the COVID-19 pandemic, Saudi Arabia called on fellow members of the OPEC+ grouping - OPEC and other producers including Russia - to be flexible in responding to oil market needs as it builds the case for a tighter production policy in 2021. OPEC+ members are leaning towards delaying a previously agreed plan to boost output by 2 million barrels per day (bpd), or 2% of global demand, in January in an effort to support the market. Natural gas may trade with higher volatility where resistance is seen near 208 and support near 203. Natural gas prices broke down on Thursday following a larger than expected build in natural gas inventories. Natural gas in storage was 3,958 Bcf as of Friday, November 13, 2020, according to the EIA. This represents a net increase of 31 Bcf from the previous week. Expectations were for a 14 Bcf build.

KEY ECONOMIC RELEASES

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

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