

COMMODITY DAILY REPORT (Metals & Energy)

17th November, 2020

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	December	29-Dec-20	24.80
Gold	December	29-Dec-20	1887.80
Crude Oil	December	20-Nov-20	41.34
Brent Crude Oil	December	30-Nov-20	43.99
Natural Gas	December	25-Nov-20	2.70

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	74.37
Dollar Index	92.51
EUR / USD	1.19
CRB Index	161.34

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	7113.00
Aluminum	Cash	1933.00
Zinc	Cash	2653.00
Lead	Cash	1882.50
Nickel	Cash	16030.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	16-Nov-20	53070.00
Aluminum	16-Nov-20	15470.00
Zinc	16-Nov-20	20160.00
Lead	16-Nov-20	14735.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	23-Nov-20	15682.01	Sideways	25.08.20	15750.00	-
Silver	4-Dec-20	63691.00	Up	18.05.20	47698.00	58200.00
Gold	4-Dec-20	50830.00	Up	23.03.20	41163.00	49500.00
Crude Oil	19-Nov-20	3074.00	Sideways	08.09.20	2705	-
Natural gas	24-Nov-20	205.00	Up	23.09.20	154.20	200.00
Diamond 1ct (ICEX)	4-Dec-20	3437.95	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	546.80	Up	12.10.20	525.00	490.00
Aluminum	27-Nov-20	160.20	Up	10.06.20	138.40	148.00
Zinc	27-Nov-20	213.50	Up	11.05.20	156.60	182.00
Lead	27-Nov-20	153.25	Up	28.07.20	148.05	145.00
Nickel	27-Nov-20	1193.40	Up	12.10.20	1105.00	1100.00
Steel long (ICEX)	7-Dec-20	34940.00	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 16.11.20

Market Update (Bullions)

Bullion counter may continue to trade with bullish bias where Gold may test 51000 and taking support near 50600 while silver may trade with higher volatility where it may test 64100 and taking support near 63300. Gold prices were little changed on Tuesday, as concerns over spiking U.S. coronavirus cases offset pressure from vaccine optimism brought about by a positive vaccine trial data. Spot gold was unchanged at \$1,887.99 per ounce, while U.S. gold futures were up 0.1% at \$1,888.70. Bullion dropped as much as 1.3% on Monday after drugmaker Moderna said its experimental vaccine was 94.5% effective in preventing COVID-19 based on interim data from a late-stage trial. Successful tests of two coronavirus vaccine candidates have increased the chance of a faster than expected U.S. economic recovery, Federal Reserve Vice Chair Richard Clarida said on Monday. President-elect Joe Biden on Monday called on Congress to come together and pass a new coronavirus relief package. The euro zone is facing a drawn-out recovery from a deep recession and needs more support from both the European Central Bank and governments, several policymakers said on Monday. Speculators cut their net long position by 10,995 contracts to 110,957 on COMEX gold in week to Nov. 10, the U.S. Commodity Futures Trading Commission (CFTC) said on Monday. Silver fell 0.1% to \$24.74 per ounce.

Market Update (Base Metals)

Base metals may continue to trade with sideways to bullish bias where Copper can move towards 550 and taking support near 543. Shanghai base metals mostly declined on Tuesday morning, while their counterparts on the LME were mostly higher on the board. Copper powered to a 29-month peak on Monday after higher than expected factory output in China reinforced views of solid demand from the world's top consumer of industrial metals. The news of successful vaccine development in COVID-19 boosted overseas markets. Influence of overseas pandemic prevention and control progress on the prices of basic metals will be monitored. Workers at the Candelaria copper mine in Chile, operated by Lundin Mining Corp, are divided over whether to accept a contract sweetener or continue a strike. Zinc may move towards 215 and taking support near 210. Lead can move towards 155 while taking support near 152. The global zinc concentrate market is forecast to switch back to a surplus in 2021, after a short-lived deficit this year, Chinese metals research house Antaike said. Nickel trade with sideways to bullish bias where it may take support near 1186 and resistance near 1207. Major mining companies—Nickel Asia and Global Ferronickel Holdings—suspended some of their operations in response to Covid-19. Aluminum may move towards 161 while taking support near 158. China's monthly aluminium output in October rose 9.7% from a year earlier to a record high, official data showed on Monday, as new smelting capacity ramped up to cash in on strong prices.

Market Update (Energy)

Crude oil may trade with bullish bias where support is seen near 3040 and resistance is seen near 3160. Oil prices edged higher on Tuesday on expectations OPEC and its allies will extend oil production cuts for at least three months, while sentiment was bolstered by news of another promising coronavirus vaccine. Equity markets rose on hopes of a quicker economic recovery after Moderna Inc said its experimental COVID-19 vaccine was 94.5% effective in preventing infection based on interim late-state data. OPEC+, which groups the Organization of the Petroleum Exporting Countries (OPEC) and its allies, including Russia, is set to hold a ministerial committee meeting on Tuesday that could recommend changes to production quotas when all the ministers meet on Nov. 30 and Dec. 1. The group is leaning towards postponement of a planned January increase in oil output for at least three months to support prices as the COVID-19 pandemic continues its second wave, sources told Reuters on Monday. China's crude oil throughput in October rose to its highest-ever level, underpinning a fast demand recovery in the world's second largest oil consumer. Natural gas may trade with higher volatility where resistance is seen near 209 and support near 201. Natural gas prices broke down on Monday, as warmer than normal weather is forecast to cover most of the United States for the next 2-weeks.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable / Neutral
19:45	US Industrial Production (MoM) (Oct)	High	1.0%	-0.6%	Metal & Energy	Favourable
19:45	US Manufacturing Production (MoM) (Oct)	High	1.0%	-0.3%	Metal & Energy	Favourable
20:30	US Business Inventories (MoM) (Sep)	High	0.6%	0.3%	Metal & Energy	Favourable

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