

COMMODITY DAILY REPORT (Metals & Energy)

24th November, 2020

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	December	29-Dec-20	23.63
Gold	December	29-Dec-20	1837.80
Crude Oil	January	21-Dec-20	43.06
Brent Crude Oil	December	30-Nov-20	46.04
Natural Gas	December	25-Nov-20	2.71

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	74.25
Dollar Index	92.51
EUR / USD	1.18
CRB Index	165.91

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	7215.50
Aluminum	Cash	1969.50
Zinc	Cash	2756.00
Lead	Cash	1990.00
Nickel	Cash	16017.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	15-Dec-20	53950.00
Aluminum	15-Dec-20	15885.00
Zinc	15-Dec-20	21165.00
Lead	15-Dec-20	15385.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	23-Dec-20	15180.49	Sideways	25.08.20	15750.00	-
Silver	4-Dec-20	60525.00	Up	18.05.20	47698.00	58200.00
Gold	4-Dec-20	49480.00	Up	23.03.20	41163.00	49500.00
Crude Oil	18-Dec-20	3195.00	Sideways	08.09.20	2705	-
Natural gas	24-Nov-20	201.10	Sideways	20.11.20	196.00	-
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	550.45	Up	12.10.20	525.00	490.00
Aluminum	27-Nov-20	160.40	Up	10.06.20	138.40	148.00
Zinc	27-Nov-20	215.90	Up	11.05.20	156.60	182.00
Lead	27-Nov-20	155.90	Up	28.07.20	148.05	145.00
Nickel	27-Nov-20	1193.20	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 23.11.20

Market Update (Bullions)

Bullion counter may continue to trade with bearish bias where Gold may test 48900 and facing resistance near 49600 while silver may trade with higher volatility where it may test 58900 and facing resistance near 60600. Gold prices eased in early Asian trade on Tuesday as COVID-19 vaccine developments and upbeat U.S. manufacturing data bolstered investors' hopes of a swift economic recovery. Spot gold fell 0.1% to \$1,834.40 per ounce. U.S. gold futures were down 0.3% at \$1,833.00. AstraZeneca's COVID-19 vaccine, likely to be cheaper to make, easier to distribute and faster to scale-up than rivals, could be up to 90% effective, while U.S. officials prepared to begin inoculating Americans by mid-December. U.S. business activity expanded at the fastest rate in more than five years in November led by the quickest pickup in manufacturing since September 2014, fuelling optimism of a swift recovery. U.S. President-elect Joe Biden is expected to tap former Federal Reserve Chair Janet Yellen as U.S. Treasury Secretary, a move welcomed by investors who tout her experience at the central bank as critical in the effort to revive the pandemic-hit economy. Biden on Monday was formally given the go-ahead by a federal agency to begin his transition to the White House, shortly after the battleground state of Michigan certified him as the winner there. Holdings of the SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, fell 0.6% to 1,213.17 tonnes on Monday from 1,220.17 tonnes on Friday. JPMorgan has earned record revenue of around \$1 billion so far this year from trading, storing and financing precious metals, two sources familiar with the matter told Reuters. Silver dropped 0.1% to \$23.55 an ounce.

Market Update (Base Metals)

Base metals may trade with positive bias where Copper can move towards 553 and taking support near 548. London copper futures rose on Tuesday as progress in a third COVID-19 vaccine related developments and strong U.S. factory data pointed to a positive outlook for industrial metals' demand. U.S. manufacturing in November saw the quickest pickup since September 2014, driving expectations of higher base metals demand. Chile's copper production will likely rise by 0.6% to 5.82 million tonnes in 2020, state copper commission Cochilco said on Monday, and to 5.99 million tonnes in 2021. Cochilco estimated that the copper price will average \$2.75 per pound in 2020, before rising to \$2.90 per pound in 2021. Zinc may move towards 217 and taking support near 214. Lead can move towards 157 while taking support near 154. 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 162 while taking support near 159. 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 167. level 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 3140 and resistance is seen near 3260. Oil prices held gains on Tuesday as news of a third promising vaccine candidate spurred hopes of a quick recovery in oil demand, while U.S. President-elect Joe Biden received the go-ahead to begin his presidential transition. Oil prices are consolidating near three-month highs after a third successful coronavirus vaccine trial, better-than-expected flash PMI readings across Europe and the U.S. Traders also focused on a week of technical meetings by OPEC and its allies to prepare the ground for next week's ministerial gathering, which is set to discuss extending oil output curbs into next year due to weak demand amid a second wave of COVID-19. Natural gas may trade with higher volatility where resistance is seen near 204 and support near 197. Natural Gas prices moved higher on Monday, rebounding 2.72%, as colder than expected weather is expected to cover most of the south for the next 2-weeks.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable / Neutral
20:30	CB Consumer Confidence (Nov)	High	98.0	100.9	Metal & Energy	Favourable

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