

Retail Research Commodity Daily

17-September-2020





GLOBAL MARKET ROUND UP

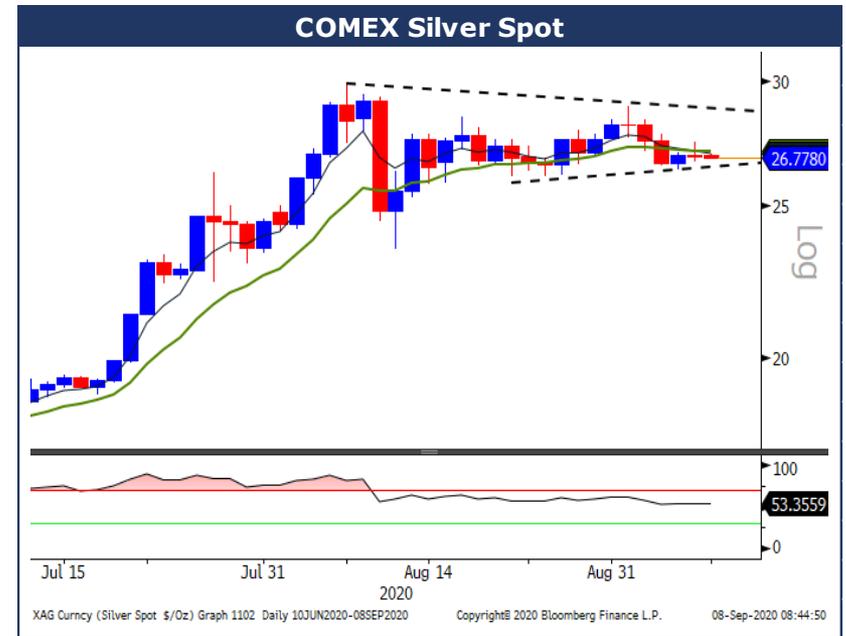
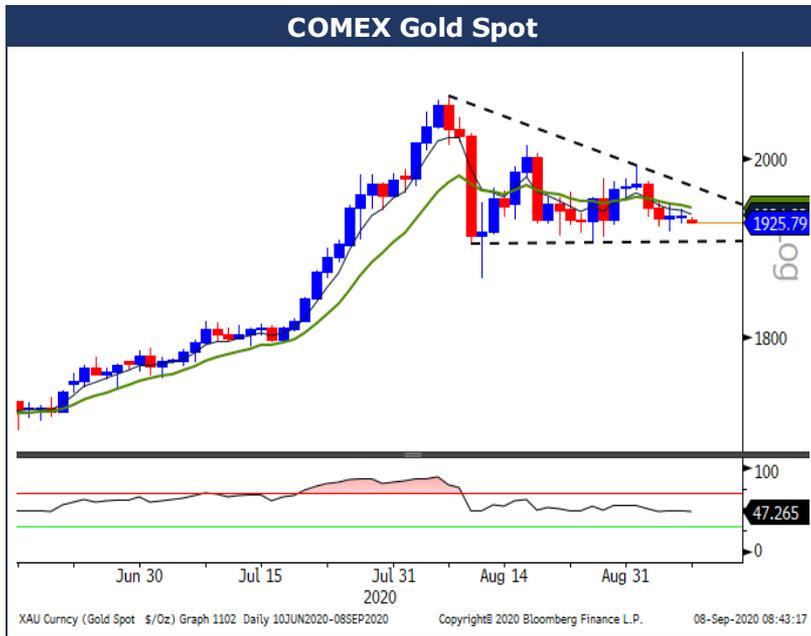
- Stocks in major Asia-Pacific markets mostly traded lower Thursday morning as investors reacted to overnight developments from the U.S. Federal Reserve.
- the Federal Reserve said it would likely hold interest rates near zero until at least 2023 given the outlook for inflation and employment in the wake of the corona virus pandemic, but also indicated risks to the economy remain without additional fiscal stimulus during the corona virus pandemic.
- The dollar gained as some traders covered short positions after the Federal Reserve turned out to be less dovish than they expected. The Bloomberg Dollar Spot Index rose 0.1%, set for its first gain in five days.

Economic Data

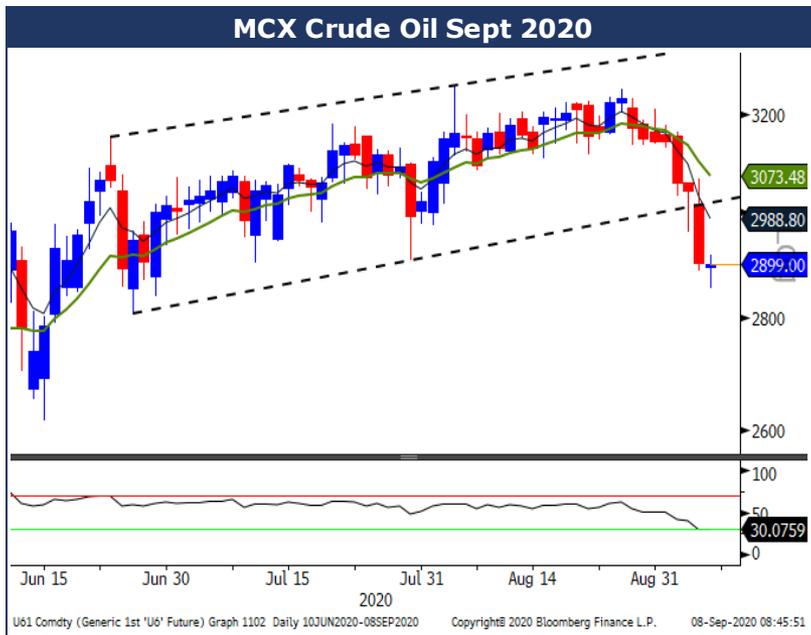
Date-Time	Country	Data/Event	Period	Forecast	Prior
09/17/2020 18:00	US	Building Permits	Aug	1520k	1495k
09/17/2020 18:00	US	Housing Starts	Aug	1475k	1496k
09/17/2020 18:00	US	Initial Jobless Claims		850k	884k

GLOBAL INDICES

Global Market Snapshot			
Particular	Close	Prev. Close	% Chg
Commodities			
COMEX Gold	1959.26	1954.15	0.26%
COMEX Silver	27.16	27.14	0.08%
WTI Crude oil	40.16	38.28	4.91%
LME Copper	6777	6762	0.23%
Currencies			
USDINR	73.53	73.65	-0.16%
Dollar Index	93.21	93.05	0.18%
EURUSD	1.182	1.185	-0.26%
Equities			
Hang-Seng	24726	24733	-0.03%
Nikkei	23476	23455	0.09%
Shanghai	3284	3296	-0.36%
S&P 500	3385	3401	-0.46%
CAC	5074	5068	0.13%
DAX	13255	13218	0.29%



- ⇒ Bullion prices traded weak on Thursday with COMEX Gold spot prices fell by 1% to \$1939 while spot silver prices at COMEX was trading more than 1% down to \$26.81 in the morning trade.
- ⇒ Bullion prices traded under pressure post US FED comments with dollar recovery after US FED signalled to hold interest rates till 2023 sighting slower economic recovery. The dollar index was up by 0.45% in the morning trade.
- ⇒ We expect gold prices to trade down with support at \$1900 and resistance at \$1970. MCX Gold October support at Rs. 51000, resistance lies at Rs. 51900. MCX Silver December support lies at Rs. 66000.



- ➔ Crude oil prices rallied on Wednesday with benchmark WTI crude oil gained by nearly 5% to \$40. Natural gas prices fell by more than 4% on weak demand amid cooler temperatures.
- ➔ Crude oil prices were trading up on supply disruption fears in Gulf of Mexico over Hurricane Sally and bullish weekly inventory data. The US EIA report showed that weekly oil inventories fell by 4.4 mb against forecast of rise of 2.1 mb in previous week. Crude oil prices pared gains on Thursday on dollar recovery post US FOMC meet.
- ➔ We expect oil prices to trade sideways to down for the day with MCX Crude oil September futures has support at Rs. 2690 with resistance at Rs.2850.



- ⇒ Base metals prices traded lower with most of the metals traded under pressure while copper prices managed to end in green at LME.
- ⇒ Base metals fell after US FED Chairman signalled tougher road to economic recovery sighting lower interest rates till 2023. Chinese output for Copper , Zinc and lead output rose to the highest this year adding pressure to the prices.
- ⇒ We expect base metals prices to trade sideways to down for the day with MCX Copper September futures has support at Rs. 521 with resistance at Rs.528. MCX Nickel support lies at Rs. 1090 for the day.



TECHNICAL LEVELS

Exchange	Commodity	S3	S2	S1	Pivot	R1	R2	R3
MCX	Gold	51297	51523	51674	51900	52051	52277	52428
MCX	Silver	67855	68228	68504	68877	69153	69526	69802
MCX	Crude Oil	2756	2801	2870	2915	2984	3029	3098
MCX	Natural Gas	153.67	159.93	163.47	169.73	173.27	179.53	183.07
MCX	Copper	523.50	525.05	527.15	528.70	530.80	532.35	534.45
MCX	Lead	144.75	146.00	146.75	148.00	148.75	150.00	150.75
MCX	Zinc	192.32	193.08	194.22	194.98	196.12	196.88	198.02
MCX	Nickel	1101.67	1106.93	1111.37	1116.63	1121.07	1126.33	1130.77
MCX	Aluminium	143.23	144.02	144.48	145.27	145.73	146.52	146.98
MCX	Cotton	17827	17883	17957	18013	18087	18143	18217
MCX	CPO	761.20	768.80	782.30	789.90	803.40	811.00	824.50
MCX	Mentha Oil	908.67	921.83	943.67	956.83	978.67	991.83	1013.67

COMMODITY MOVEMENT

Exchange	Commodity	Open	High	Low	Close	% Change	Volume	Open Int
MCX	Gold	51839	52127	51750	51824	0.11	11398	10009
MCX	Silver	68914	69249	68600	68781	-0.27	17882	16757
MCX	Crude Oil	2845	2959	2845	2940	3.96	78396	2172
MCX	Natural Gas	174.80	176.00	166.20	167.00	-4.30	224663	14527
MCX	Copper	530.00	530.25	526.60	529.25	-0.02	16419	3763
MCX	Lead	149.10	149.25	147.25	147.50	-0.81	3826	941
MCX	Zinc	194.65	195.75	193.85	195.35	0.54	13273	2326
MCX	Nickel	1120.90	1121.90	1112.20	1115.80	-0.34	13101	1266
MCX	Aluminium	145.70	146.05	144.80	144.95	-0.41	1382	561
MCX	Cotton	18030	18070	17940	18030	0.28	233	760
MCX	CPO	778.00	797.50	776.40	795.80	2.34	1262	2838
MCX	Mentha Oil	960.20	970.00	935.00	965.50	0.28	53	138



Disclosure:

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