



29 December 2021



## US Goods Trade Balance @ 7:00pm IST

Sentiments in commodities seem mixed as the week progress. Precious metals were mixed. The LBMA spot gold traded around USD 1800 an ounce easing nearly 0.30 percent in today's session whereas spot silver steadied near USD 23 per troy ounce, gaining 0.25 percent. Crude oil prices eased moderately in today's session but traded in the vicinity of previous session's high. WTI light sweet oil in NYMEX traded near USD 75.90 per barrel, while ICE Brent traded near USD 78.90 per barrel. NYMEX Natural gas gained around 2.60 percent to near USD 4.16 per mmBtu. Base metals in MCX were broadly over negative terrain, while SHFE base metals gained except copper.

- Strengthening US dollar against key rivals and firmer US treasury yields pressured gold prices in today's session.
- Equity gauges in European area hovered near recent high owing to gains in banking and retail stocks. Meanwhile, key Asian peers seen pressured.
- China boosted its injection of short-term cash into the banking system to the highest in two months as demand for liquidity climbed before year-end.
- Major crude oil exporter Saudi Arabia may implement deep price cuts for the crude it sells to Asia in February after Middle East benchmarks and spot prices slumped this month.
- Iran and Russia seem optimistic in nuclear talks in Vienna, while US expressed caution saying it was still too soon to say if Tehran had returned to the negotiations with a constructive approach.
- Indonesian President Joko Widodo inaugurated a new ferronickel plant with 1.8 million tonne output capacity built for an estimated USD2.7 billion.
- The Auby zinc project owned by Nyrstar is scheduled to carry out maintenance from the first week of 2022 in response to acute energy shortages in the eurozone.

### Evening Picks

Commodity	Contract	Strategy	Entry	TGT	Stop Loss
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The views/strategies expressed in the Evening Picks i.e., BUY/SELL purely based on technical analysis and recommended only for intraday trading. Fundamental factors, sudden currency volatility and other data/news events that have a bearing on price movements were not considered while preparing this report.

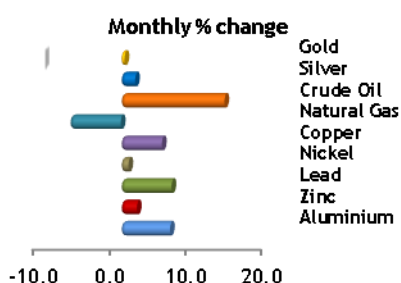
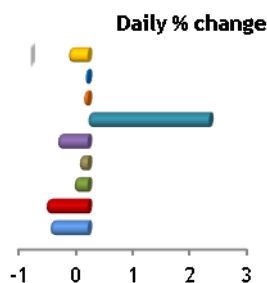
## MAJOR COMMODITIES IN MCX /NCDEX

Commodity	Last	%Chg	Open	High	Low	Previous Day Close	Vol
Gold	47877	-0.34	48002	48012	47863	48042	2161
Silver	62480	-0.05	62367	62650	62363	62514	1772
Crude Oil	5683	0	5673	5723	5673	5683	7964
Natural Gas	299.3	2.12	293.9	301.3	292.3	293.1	24356
Copper	746	-0.51	747	748.95	744.85	749.85	3541
Nickel	1548.3	-0.15	1540	1554	1523.1	1550.7	2564
Lead	186	-0.24	186.9	186.9	185.8	186.45	439
Zinc	286.3	-0.69	285.2	287.95	283	288.3	2894
Aluminium	225.75	-0.66	226	226.55	221.1	227.25	2517

## INTERNATIONAL PRICES

Commodity	Rate	% Chg
Gold (\$/oz)	1801.32	-0.22
Silver (\$/oz)	23.06	0.29
Nymex Crude (\$/bbl)	76	0.03
Nymex NG (\$/mmbtu)	4.16	2.59
SHFE Copper (CNY/T)	70100	-0.17
SHFE Nickel (CNY/T)	149660	0.58
SHFE Lead (CNY/T)	15470	0.62
SHFE Zinc (CNY/T)	24050	0.27
SHFE Aluminium (CNY/T)	19895	0.73

## GAINERS / LOSERS (MCX)



## INDICES UPDATES

Indices	Rate	% Chg
Dow Jones Fut	36341.0	0.16
CAC**	7185.8	0.07
DAX**	15937.2	-0.17
Shanghai*	3597.0	-0.91
MSCI Asia Pacific index	193.2	0.771
Baltic Dry index	2217	0.0
Dollar index	96.37	0.18

## RATIOS

Ratio	5 Days			Monthly		90 Days	
	Daily	High	Low	High	Low	High	Low
Gold Silver ratio	76.60	77.28	76.60	79.87	74.22	79.87	72.40
Gold Crude ratio	133.87	138.39	133.87	154.59	128.19	154.59	119.52
Lead Zinc ratio	0.66	0.67	0.66	0.71	0.65	0.75	0.59
Lead Aluminium ratio	0.84	0.85	0.84	0.91	0.84	0.92	0.74

76.60 grams of Silver is required to buy one gram of Gold

133.87 liters of Crude is required to buy one gram of Gold

0.66 kg of Zinc is required to buy one Kg of Lead

0.84 kg of Aluminium is required to buy one Kg of Lead

## ECONOMIC DATA

Time	Country	Importance	Event	Actual	Forecast	Previous
Monday, December 27, 2021						
All Day		Holiday	United Kingdom - Christmas			
7:00	China	High	Chinese Industrial profit (YoY) (Nov)			24.60%
7:00	China	High	Chinese Industrial profit YTD (Nov)			42.20%
Tuesday, December 28, 2021						
All Day		Holiday	United Kingdom - Boxing Day			
19:25	US	Moderate	Redbook (YoY)			16.40%
19:30	US	Moderate	House Price Index (YoY) (Oct)			17.70%
19:30	US	Moderate	House Price Index (MoM) (Oct)			0.90%
19:30	US	Moderate	House Price Index (Oct)			354.6
Wednesday, December 29, 2021						
3:00	US	High	API Weekly Crude Oil Stock			-3.670M
17:30	US	Moderate	MBA Mortgage Applications (WoW)			-0.60%
19:00	US	Moderate	Goods Trade Balance (Nov)			-83.20B
19:00	US	Moderate	Wholesale Inventories (MoM)			2.30%
20:30	US	High	Pending Home Sales (MoM) (Nov)		0.60%	7.50%
20:30	US	High	Pending Home Sales Index (Nov)			125.2
21:00	US	High	Crude Oil Inventories			-4.715M
21:00	US	High	EIA Weekly Distillates Stocks			0.396M
21:00	US	High	Gasoline Inventories			5.533M
Thursday, December 30, 2021						
15:30	Euro	Moderate	Core CPI (YoY) (Nov)		2.10%	2.10%
19:00	US	High	Continuing Jobless Claims			1,845K
19:00	US	High	Initial Jobless Claims			206K
20:15	US	Moderate	Chicago PMI (Dec)		61.5	61.8
21:00	US	High	Natural Gas Storage			-88B
23:30	US	Moderate	U.S. Baker Hughes Oil Rig Count			475
23:30	US	Moderate	U.S. Baker Hughes Total Rig Count			579
Friday, December 31, 2021						
All Day		Holiday	Japan - Market Holiday			
6:30	China	High	Chinese Composite PMI (Dec)			52.2
6:30	China	High	Manufacturing PMI (Dec)		49.6	50.1
6:30	China	Moderate	Non-Manufacturing PMI (Dec)			52.3
17:00	India	Moderate	Deposit Growth			9.40%
17:00	India	Moderate	FX Reserves, USD			635.83B
17:00	India	Moderate	Infrastructure Output (YoY) (Nov)			7.50%

## BULLION

### GOLD M MCX Jan

Intra Day



Near Term



#### Technical Levels

R3 49100/49450

R2 48730/48920

R1 48150/48480

Turnaround 47700

S1 47460

S2 47300/47170

S3 46950/46740

### SILVER M MCX Feb

Intra Day



Near Term



#### Technical Levels

R3 64700

R2 63850/64250

R1 63080/63400

Turnaround 62250

S1 61600/60700

S2 60450/60000

S3 58450/58700

Daily GOLDM JAN2

13.09.2021 - 30.12.2021 (BOM)



#### Technical Commentary

Bearish crossover in MACD oscillators suggest the possibility weakness in the counter. Prices may weaken further if trades sustain below 47700. Else, consolidation or mild rebound may be witnessed in the intraday.

Daily SILVERM FEB2

02.09.2021 - 31.12.2021 (BOM)



#### Technical Commentary

Divergence after MACD bullish crossover rule out the possibility of weakness in the counter for the intraday. However, major upsides can be witnessed only above Bollinger upper band region of 63080.

## ENERGY

### CRUDEOIL

MCX Jan

Intra Day



Near Term



#### Technical Levels

R3 6000/6090

R2 5880/5930

R15 5775/5820

Turnaround 5740

S1 5620/5580

S2 5500/5445

S3 5365/5290/5225

#### Daily CRUDEOIL JAN2

10.08.2021 - 03.01.2022 (BOM)



#### Technical Commentary

Next stage of upside run would be possible if prices sustain above the trendline hurdle of 5740. Else, corrective dips may be seen below the same resistance.

### NATURAL GAS

MCX Jan

Intra Day



Near Term



#### Technical Levels

R3 332/340

R2 318/325

R1 305/311

Turnaround 291

S1 280/268/260

S2 260/256

S3 247

#### Daily NATURALGAS DEC1

06.09.2021 - 03.01.2022 (BOM)



#### Technical Commentary

Recovery momentum gain strength if prices break above 305 region. Meanwhile, a corrective dip below 291 may weaken prices.

## BASE METALS

### Copper MCX Jan

Intra Day



Near Term



#### Technical Levels

R3	774
R2	768/771
R1	758/763
Turnaround	748
S1	741/734/728
S2	733/729/725
S3	719/714.50

#### Daily COPPER JAN2

29.09.2021 - 05.01.2022 (BOM)



#### Technical Commentary

Present fall in the counter may bring prices lower to 741 region, below which prices may appear weaker. Major weakness expected only below 728 region. Holding any of the mentioned levels may induce rebounds in the intraday.

### NICKEL MCX Jan

Intra Day



Near Term



#### Technical Levels

R3	1605/1628
R2	1581/1592
R1	1570/1577
Turnaround	1562
S1	1540/1530
S2	1524/1508
S3	1488/1473/1460

#### Daily NICKEL JAN2

29.09.2021 - 05.01.2022 (BOM)



#### Technical Commentary

Intraday momentum may gain strength above 1562 region initially or even more to 1570. On the flipside, a sustained trade below 1540 may be a sign of intraday weakness.

## BASE METALS

### Zinc MCX Jan

Intra Day



Near Term



#### Technical Levels

R3	298/301
R2	295.50
R1	293.80
Turnaround	292.40
S1	286/283.80
S2	280
S3	277.60

#### Daily ZINC JAN2

29.09.2021 - 05.01.2022 (BOM)



#### Technical Commentary

There are still room for upward moves, but prices must break above the upside hurdle of 292.40 to gain momentum. Else holding the same level, corrective dips may be seen in the later session.

### Lead MCX Jan

Intra Day



Near Term



#### Technical Levels

R3	198
R2	193/195.50
R1	190.40
Turnaround	187.80
S1	185.70/184.40/183
S2	182.20/180/178.40
S3	177

#### Daily LEAD JAN2

29.09.2021 - 05.01.2022 (BOM)



#### Technical Commentary

Prices still locked withing previous sessions' range. Firm trades above 187.80 may be sign of further buying in the session to come. Else, prices may dip lower to 185.70 or even lower.

## BASE METALS

### Aluminium MCX Jan

Intra Day



Near Term



### Technical Levels

R3 236.50/238

R2 235

R1 231.70/233.40

Turnaround 229.80

S1 226/223.70

S2 222

S3 218.80/216.50

### Daily ALUMINIUM JAN2

29.09.2021 - 05.01.2022 (BOM)



### Technical Commentary

Next stage of buying may trigger only by decisive trades above 229.80 region. Unable to challenge above the same may induce corrective dips in the counter.



Buying  
sentiment/  
Bullish



Selling  
sentiment/  
Bearish



Neutral/  
sideways

S1/S2/S3 -Support level - Price points where buying pressure thought to be strong enough to counter selling pressure.

R1/R2/R3 -Resistance level - - Price points where selling pressure thought to be strong enough to counter buying pressure.



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