

28 December 2021



## No Major US Economic Data For Today

Commodities were mostly traded in green turf in today's session. Precious metals were rather steady. The LBMA spot gold traded above USD 1810 an ounce on with mild gains whereas spot silver steadied near USD 23 per troy ounce. Crude oil prices climbed following previous session's rally. WTI light sweet oil in NYMEX gained around 0.60 percent to near USD 76 per barrel while ICE Brent traded near USD 78.90 per barrel. NYMEX Natural gas gained around 0.70 percent to near 4.088 per mmBtu. Base metals traded with mixed signals in MCX as well as in SHFE platform.

- US dollar index steadied above 96 marks on steady treasury yields. Moderate movements were witnessed in gold and silver prices as well.
- 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. The People's Bank of China added CNY 200 billion equivalent of USD 31 billion of cash into the financial system through seven-day reverse repurchase agreements, more than offsetting the 10 billion yuan coming due. The yield on 10-year government bonds fell to the lowest level since June 2020.
- Iran expects sanction relief from the indirect talks between Iran and the US nuclear deal that was salvaged during Trump's presidential term. Tehran focused on one side of the original bargain, lifting sanctions against it, despite scant progress on reining in its atomic activities.
- A pipeline normally bringing Russian gas into western Europe flowed in reverse for a seventh day on Monday, a situation Moscow blames on German speculation, despite surging European heating costs.
- Japan's Aluminium buyer has agreed to pay a global producer a premium of \$177 per tonne over the benchmark price for shipments in January to March, down 20 percent from the current quarter.
- 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 |
|-----------|----------|----------|-------|-----|-----------|
|-----------|----------|----------|-------|-----|-----------|

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.

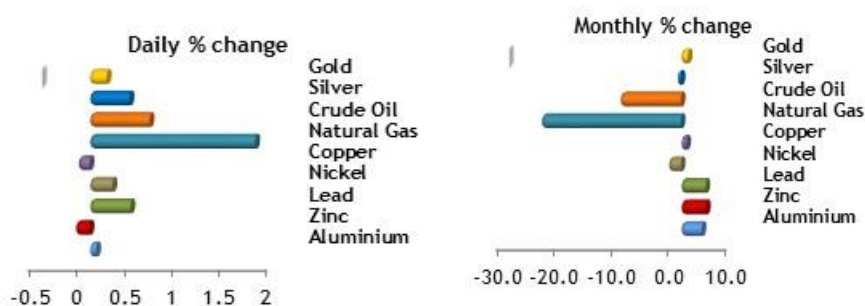
## MAJOR COMMODITIES IN MCX /NCDEX

| Commodity   | Last   | %Chg  | Open  | High   | Low    | Previous Day Close | Vol   |
|-------------|--------|-------|-------|--------|--------|--------------------|-------|
| Gold        | 48153  | 0.18  | 48300 | 48328  | 48092  | 48066              | 1480  |
| Silver      | 62560  | 0.42  | 62436 | 62666  | 62344  | 62301              | 2491  |
| Crude Oil   | 5709   | 0.63  | 5673  | 5719   | 5661   | 5673               | 11761 |
| Natural Gas | 304.9  | 1.74  | 309.3 | 311    | 302.2  | 299.7              | 2273  |
| Copper      | 753.15 | -0.12 | 752   | 754.4  | 750.6  | 754.05             | 2770  |
| Nickel      | 1555.4 | 0.24  | 1545  | 1558.5 | 1545   | 1551.7             | 817   |
| Lead        | 187    | 0.43  | 186.2 | 187.4  | 186.2  | 186.2              | 358   |
| Zinc        | 290.65 | -0.15 | 290.7 | 292    | 290.15 | 291.1              | 711   |
| Aluminium   | 228.35 | 0.07  | 228.5 | 228.9  | 227.8  | 228.2              | 419   |

## INTERNATIONAL PRICES

| Commodity              | Rate   | % Chg |
|------------------------|--------|-------|
| Gold (\$/oz)           | 1815.8 | 0.27  |
| Silver (\$/oz)         | 23.11  | 0.3   |
| Nymex Crude (\$/bbl)   | 76.24  | 0.89  |
| Nymex NG (\$/mmbtu)    | 4.07   | 0.25  |
| SHFE Copper (CNY/T)    | 70300  | 0.96  |
| SHFE Nickel (CNY/T)    | 149370 | 0.63  |
| SHFE Lead (CNY/T)      | 15360  | 0.13  |
| SHFE Zinc (CNY/T)      | 24045  | -0.76 |
| SHFE Aluminium (CNY/T) | 19835  | -0.23 |

## GAINERS / LOSERS (MCX)



## INDICES UPDATES

| Indices                 | Rate    | % Chg  |
|-------------------------|---------|--------|
| Dow Jones Fut           | 36272.0 | 0.26   |
| CAC**                   | 7180.7  | 0.56   |
| DAX**                   | 15961.9 | 0.8    |
| Shanghai*               | 3630.1  | 0.39   |
| MSCI Asia Pacific index | 191.8   | -0.237 |
| Baltic Dry index        | 0       | 0      |
| Dollar index            | 96.03   | -0.06  |

## RATIOS

| Ratio                | 5 Days |        |        | Monthly |        | 90 Days |        |
|----------------------|--------|--------|--------|---------|--------|---------|--------|
|                      | Daily  | High   | Low    | High    | Low    | High    | Low    |
| Gold Silver ratio    | 76.98  | 77.51  | 76.98  | 79.87   | 73.98  | 79.87   | 72.40  |
| Gold Crude ratio     | 134.10 | 140.14 | 134.10 | 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   |

- 76.98 grams of Silver is required to buy one gram of Gold
- 134.10 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 | 47770       |
| S1         | 47460       |
| S2         | 47300/47170 |
| S3         | 46950/46740 |

### SILVER M MCX Feb

Intra Day



Near Term



#### Technical Levels

|            |             |
|------------|-------------|
| R3         | 64700       |
| R2         | 63850/64250 |
| R1         | 63400       |
| Turnaround | 62250       |
| S1         | 61600/60700 |
| S2         | 60450/60000 |
| S3         | 58450/58700 |



#### Technical Commentary

Fall below the downside hindrance of 47770 could trigger fresh selling in the upcoming session. Else could anticipate an intraday recovery move by holding 47770 towards 48150 then to 48480.



#### Technical Commentary

Slippage below 62250 may gradually push prices lower in the upcoming session. Inability to construct such trades may lift prices higher in the later session.

## ENERGY

### CRUDEOIL

MCX Jan

Intra Day



Near Term



#### Technical Levels

R3 5775

R2 5720

R15 5580/5640

Turnaround 5640

S1 5580/5500/5445

S2 5365/5290/5225

S3 5180/5100/5050



#### Technical Commentary

Witnessing buying sentiments may prolong towards 5770 or even more. Even in this positive sentiments, a corrective dip which settle below 5640 may be a sign of intraday weakness.

### 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 2600256

S3 247



#### Technical Commentary

Ensuing price recovery move may persist during the evening session. Although a corrective dip below 291 may dent our buying sentiments.

## BASE METALS

### Copper MCX Jan

Intra Day



Near Term



#### Technical Levels

R3 774

R2 768/771

R1 758/763

Turnaround 748

S1 744/740/728

S2 733/729/725

S3 719/714.50

#### Daily COPPER JAN2

13.08.2021 - 04.01.2022 (BOM)



#### Technical Commentary

Previous session buying sentiments possibly to uphold in the session to come. A vertical fall which claim below 748 may be sign of intraday weakness.

### NICKEL MCX Jan

Intra Day



Near Term



#### Technical Levels

R3 1605/1628

R2 1581/1592

R1 1562/1574

Turnaround 1545

S1 1530

S2 1524/1508

S3 1488/1473/1460

#### Daily NICKEL JAN2

13.08.2021 - 04.01.2022 (BOM)



#### Technical Commentary

Prices still have room for gains and possibly to stretch towards 1562 initially or even more to 1574. On the flipside, a surprise fall below 1545 may push prices lower.

## 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

13.08.2021 - 04.01.2022 (BOM)



#### Technical Commentary

By breaking off the upside hurdle of 292.40 could trigger fresh buying. Else hold the same for a long liquidation move 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

13.08.2021 - 04.01.2022 (BOM)



#### Technical Commentary

Determined trades above 187.80 may be sign of further buying in the session to come. Failed attempt to mark trades above the same may eventually push prices lower 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 229.50

S1 226/223.70

S2 222

S3 218.80/216.50

#### Daily ALUMINIUM JAN2

13.08.2021 - 04.01.2022 (BOM)



#### Technical Commentary

Intraday buying may trigger only by decisive trades above 229.50 region. Inability to challenge above the same may be sign of downside corrective move to 226.



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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