

Retail Research Commodity Daily

26-May-2021





GLOBAL MARKET ROUND UP

- ⇒ Commodity prices traded firm on Tuesday with Bullion prices extended gains while base metals witnessed recovery in evening session boosted by weaker dollar. Crude oil prices traded steady in upper range along with development in Iran nuclear talks. The dollar index fell to the lower levels since January losing 0.23% for the day.
- ⇒ US Fed officials, with few exceptions, have offered reassurances that they view near-term inflation pressures as transitory, signaling they would look through a near-term pickup in price pressures as the economy recovers from the coronavirus pandemic.
- ⇒ Asian shares were mixed on Wednesday while the U.S. dollar stood near its lowest levels this year after U.S. Federal Reserve officials reaffirmed a dovish monetary policy stance, providing yet more assurance to investors worried about the inflation outlook.

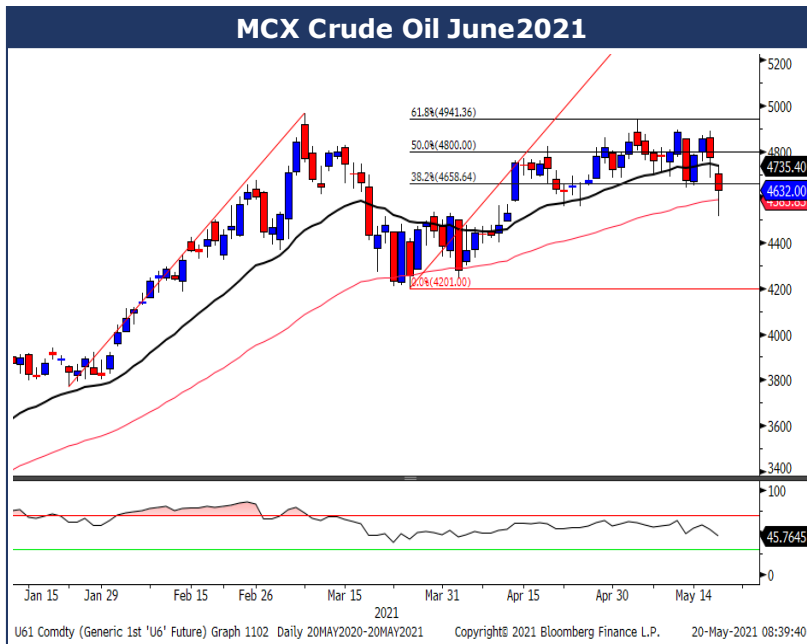
GLOBAL INDICES

Global Market Snapshot			
Particular	Close	Prev. Close	% Chg
Commodities			
COMEX Gold	1899.25	1881.02	0.97%
COMEX Silver	28.00	27.77	0.83%
WTI Crude oil	66.07	66.05	0.03%
LME Copper	9918	9947	-0.29%
Currencies			
USDINR	72.78	72.97	-0.26%
Dollar Index	89.64	89.84	-0.23%
EURUSD	1.225	1.222	0.28%
Equities			
Hang-Seng	28911	28412	1.75%
Nikkei	28554	28365	0.67%
Shanghai	3581	3497	2.40%
S&P 500	4188	4197	-0.21%
CAC	6390	6408	-0.28%

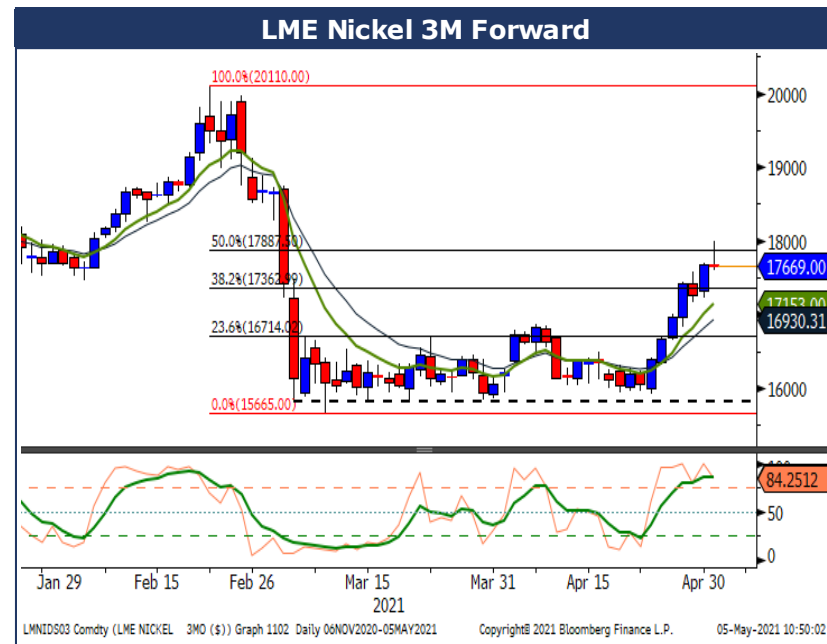


⇒ Bullion prices traded higher on Wednesday with spot gold prices at COMEX were trading near \$1906 per ounce while spot silver prices at COMEX were trading over half a percent up at \$28.15 per ounce in the morning trade. The precious metals edged higher with gold rallied above \$1900 giving break out of the psychological resistance level on inflation worries. The dollar index fell to lowest level since January while US 10 year treasury yields fell to 1.55% boosting buying in precious metals. The US FED accepted transitory inflation with supply bottlenecks. The fall in Bitcoin also supported buying in bullion with investors switching to safer assets.

⇒ We expect bullion prices to trade up for the day. MCX Gold June resistance for the day lies at Rs. 49200 with support at Rs. 48700. MCX Silver July support lies at Rs. 71200 , resistance at Rs. 74000 per KG.



- ⇒ Crude oil prices traded weak with benchmark NYMEX WTI crude oil prices were trading 0.24% down near \$65.91 per barrel in the morning trade. Crude oil prices remain fluctuated ahead of weekly inventory data and ongoing Iran nuclear talks. The traders and investors remained vary on mixed fundamentals which has kept oil prices in range. The weaker dollar and broad buying in commodities has supported oil prices while expectation of bullish weekly inventory data may side-line Iranian supply pressure.
- ⇒ We expect crude oil prices to trade sideways to up for the day. MCX Crude Oil June support lies at Rs. 4750 per barrel with resistance at Rs. 4890 per barrel.



- ⇒ Base metals prices traded firm on Wednesday with most of the metals gained in the opening trade. Base metals prices traded higher supported by weaker dollar and FED comments. The US FED smoothed inflation worries terming it transitory. Copper prices traded higher on supply disruption fears from Chile. Workers at BHP Group’s remote operations center in top copper producer Chile rejected the company’s latest wage offer and will begin a strike on Wednesday.
- ⇒ Base metals are expected to trade sideways to up for the day. MCX Copper June support lies at Rs. 739 and resistance at Rs. 754. MCX Zinc June support lies at Rs. 231, resistance at Rs. 237. MCX Nickel June support lies at Rs. 1240 with resistance at Rs. 1280.



TECHNICAL LEVELS

Exchange	Commodity	S3	S2	S1	Pivot	R1	R2	R3
MCX	Gold	47576	48137	48502	48698	49063	49259	49820
MCX	Silver	69245	70528	71334	71811	72617	73094	74377
MCX	Crude oil	4662	4742	4788	4822	4868	4902	4982
MCX	Natural Gas	210.07	213.77	215.73	217.47	219.43	221.17	224.87
MCX	Copper	707.12	724.47	731.28	741.82	748.63	759.17	776.52
MCX	Lead	162.18	165.53	167.22	168.88	170.57	172.23	175.58
MCX	Zinc	222.37	226.27	228.63	230.17	232.53	234.07	237.97
MCX	Nickel	1212.90	1227.30	1234.10	1241.70	1248.50	1256.10	1270.50
MCX	Aluminium	182.00	184.70	186.30	187.40	189.00	190.10	192.80
MCX	CPO	1143.07	1157.57	1163.63	1172.07	1178.13	1186.57	1201.07
MCX	Cotton	21640.0	22190.0	22480.0	22740.0	23030.0	23290.0	23840.0

COMMODITY MOVEMENT

Exchange	Commodity	Open	High	Low	Close	% Change	Open Int	Volume
MCX	Gold	48425	48894	48333	48867	0.65%	5563	4345
MCX	Silver	71510	72288	71005	72140	0.46%	10824	13733
MCX	Crude oil	4832	4857	4777	4833	0.17%	7499	79739
MCX	Natural Gas	216.10	219.20	215.50	217.70	0.79%	13434	78529
MCX	Copper	749.00	752.35	735.00	738.10	-0.99%	67	12767
MCX	Lead	168.70	170.55	167.20	168.90	0.21%	157	2625
MCX	Zinc	229.10	231.70	227.80	231.00	0.76%	280	7133
MCX	Nickel	1249.00	1249.30	1234.90	1240.90	-0.98%	30	7713
MCX	Aluminium	187.40	188.50	185.80	187.90	-0.08%	113	6418
MCX	CPO	1175.00	1180.50	1166.00	1169.70	-0.05%	6001	3239
MCX	Cotton	22500.00	23000.00	22450.00	22770.00	1.29%	7097	1686



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