

4 January 2022



US ISM Manufacturing PMI @ 20:30 IST

Most commodities traded over positive turf as the week progress. Precious metals traded mixed. The spot gold managed to float above USD 1800 an ounce with moderate moves while spot silver eased slightly and traded near USD 22 per troy ounce. Crude oil prices edged higher. Both benchmark variants gained around 0.40 percent in their respective platforms. WTI crude in NYMEX traded near USD 74.50 per barrel while ICE Brent traded near USD 79.30 per barrel. NYMEX Natural gas steadied near 3.825 per mmbtu. Base metals displayed mixed performance in MCX as well as in SHFE platform.

- US reports more than 1 million virus cases yesterday, setting global daily record of infected cases as the new omicron variant swept through America.
- The gold imports in the major gold consumer India splurged a record USD 55.7 billion in 2021, almost double of imports in the previous year. Imports of precious yellow metal increased on the wake of favorable drop in prices along with recovery in jewelry demand.
- US dollar rebounded above 96 marks against a basket of currencies in today's session.
- OPEC non-OPEC ministerial monitoring committee meets today to assess oil market conditions and to decide on the policy. The OPEC+ alliance may stick to their existing policy of modest monthly increases in crude oil output. In its last meeting in December OPEC+ stuck to the plan for a 400,000 bpd rise in January. The cartel is set to decide whether to proceed with a 400,000 bpd output hike for February.
- Indonesia has warned that its coal supply condition is still critical amid coal prices rallied in China on supply concerns. Indonesia is a major supplier of nickel ore and of other base metals and minerals mainly supplying to China.
- Copper production in Chile, the world's largest producer of the metal, fell 1.6 percent YoY in November, while manufacturing output rose.

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

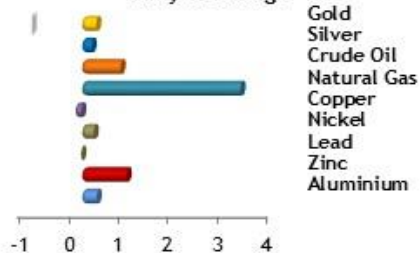
Commodity	Last	%Chg	Open	High	Low	Previous Day Close	Vol
Gold	47858	0.3	47810	47897	47740	47716	2153
Silver	61870	0.21	61670	61934	61640	61741	2400
Crude Oil	5722	0.79	5685	5733	5650	5677	16299
Natural Gas	287.1	3.2	282	288.7	282	278.2	21144
Copper	743.8	-0.14	741.9	744.45	741	744.85	2849
Nickel	1577.9	0.46	1558	1578.4	1556.2	1570.6	2319
Lead	186.9	0.32	186.8	187	186.05	186.3	632
Zinc	289.4	1.03	286.7	289.9	286	286.45	1771
Aluminium	226.1	0.38	224.8	226.45	223.5	225.25	1773

INTERNATIONAL PRICES

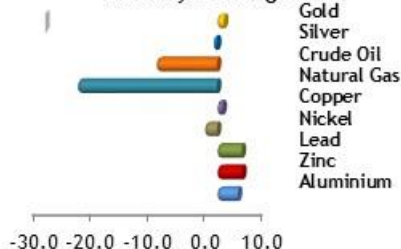
Commodity	Rate	% Chg
Gold (\$/oz)	1805.7	0.27
Silver (\$/oz)	22.82	-0.17
Nymex Crude (\$/bbl)	76.73	0.85
Nymex NG (\$/mmbtu)	3.827	0.31
SHFE Copper (CNY/T)	69690	-0.36
SHFE Nickel (CNY/T)	153240	0.78
SHFE Lead (CNY/T)	15380	0.2
SHFE Zinc (CNY/T)	24015	-0.56
SHFE Aluminium (CNY/T)	20270	-0.56

GAINERS / LOSERS (MCX)

Daily % change



Monthly % change



INDICES UPDATES

Indices	Rate	% Chg
Dow Jones Fut	36593.0	0.38
CAC**	7294.1	1.07
DAX**	16100.6	0.5
Shanghai*	3632.3	-0.2
MSCI Asia Pacific index	193.0	-0.078
Baltic Dry index	0	0
Dollar index	96.22	0.01

RATIOS

Ratio	5 Days			Monthly		90 Days	
	Daily	High	Low	High	Low	High	Low
Gold Silver ratio	77.35	77.36	76.76	79.87	75.09	79.87	72.40
Gold Crude ratio	132.97	135.95	132.75	154.59	128.68	154.59	119.52
Lead Zinc ratio	0.65	0.65	0.65	0.69	0.65	0.75	0.59
Lead Aluminium ratio	0.83	0.83	0.82	0.88	0.82	0.92	0.74

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

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

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

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

EVENING ROUNDUP

ECONOMIC DATA

Time	Country	Importance	Event	Actual	Forecast	Previous
Monday, January 3, 2022						
All Day		Holiday	United Kingdom - New Year's Day			
All Day		Holiday	Japan - Market Holiday			
10:30	India	Moderate	Nikkei Markit Manufacturing PMI (Dec)			57.6
14:30	Euro	Moderate	Manufacturing PMI (Dec)		58	58
17:50	India	Moderate	Trade Balance			-22.91B
20:15	US	High	Manufacturing PMI (Dec)		57.8	58.3
Tuesday, January 4, 2022						
6:00	Japan	Moderate	Manufacturing PMI (Dec)			54.2
7:15	China	Moderate	Caixin Manufacturing PMI (Dec)		50	49.9
15:30	US	V High	OPEC Meeting			
20:30	US	V High	ISM Manufacturing PMI (Dec)		60.2	61.1
Wednesday, January 5, 2022						
3:00	US	High	API Weekly Crude Oil Stock			-3.090M
17:30	US	Moderate	MBA Mortgage Applications (WoW)			-0.60%
18:45	US	Moderate	ADP Nonfarm Employment Change (Dec)		413K	534K
20:30	US	Moderate	ISM Non-Manufacturing PMI (Dec)		67	69.1
21:00	US	High	EIA Crude Oil Inventories		-3.143M	-3.576M
21:00	US	High	EIA Weekly Distillates Stocks		0.175M	-1.726M
21:00	US	High	EIA Gasoline Inventories		0.487M	-1.458M
Thursday, January 6, 2022						
Tentative	US	V High	FOMC Meeting Minutes			
7:15	China	Moderate	Caixin Services PMI (Dec)			52.1
15:30	Euro	Moderate	PPI (MoM) (Nov)		1.10%	5.40%
15:30	Euro	Moderate	PPI (YoY) (Nov)		22.90%	21.90%
18:00	US	Moderate	Challenger Job Cuts (Dec)			14.875K
19:00	US	High	Continuing Jobless Claims		1,868K	1,716K
19:00	US	High	Initial Jobless Claims		208K	198K
19:00	US	Moderate	Trade Balance (Nov)		-70.00B	-67.10B
20:30	US	High	Factory Orders (MoM) (Nov)		1.30%	1.00%
20:30	US	Moderate	ISM Non-Manufacturing PMI (Dec)		66.8	69.1
21:00	US	High	Natural Gas Storage			-136B
Friday, January 7, 2022						
13:30	China	Moderate	FX Reserves (USD) (Dec)		3.212T	3.222T
15:30	Euro	Moderate	Consumer Confidence (Dec)		-8.3	-8.3
15:30	Euro	Moderate	CPI (MoM) (Dec)			0.40%
15:30	Euro	Moderate	CPI (YoY) (Dec)		4.70%	4.90%
15:30	Euro	Moderate	Retail Sales (YoY) (Nov)		5.60%	1.40%
15:30	Euro	Moderate	Retail Sales (MoM) (Nov)		-0.50%	0.20%
19:00	US	V High	Manufacturing Payrolls (Dec)		35K	31K
19:00	US	V High	Nonfarm Payrolls (Dec)		400K	210K
19:00	US	V High	Unemployment Rate (Dec)		4.10%	4.20%
23:30	US	Moderate	U.S. Baker Hughes Oil Rig Count			480
23:30	US	Moderate	U.S. Baker Hughes Total Rig Count			586

BULLION

GOLD M MCX Feb

Intra Day



Near Term



Technical Levels

R3 49100/49450

R2 48730/48920

R1 48100/48480

Turnaround 47680

S1 47400

S2 47170

S3 46950/46740



Technical Commentary

A corrective fall below 47680 may be sign of intraday weakness. Inability to mark such trades may entice fresh buying towards the price objective of 48100.

SILVER M MCX Feb

Intra Day



Near Term



Technical Levels

R3 65900

R2 64700/65200

R1 62800/63400/64000

Turnaround 61500

S1 60700

S2 60450

S3 60000/59200



Technical Commentary

Price consolidation still progressing. However, for intraday, if prices remain above 61500 could lift prices towards 62800. But slippage below 61500 may eventually push prices lower to 60700.

ENERGY

CRUDEOIL

MCX Jan

Intra Day



Near Term



Technical Levels

R3	5950
R2	5830/5890
R15	5740/5780
Turnaround	5620
S1	5535
S2	5500/5445
S3	5365/5290/5225



Technical Commentary

Broad buying still intact and possibly to stretch higher. But an unexpected fall which reclaim below 5620 may squeeze down prices lower.

NATURAL GAS

MCX Jan

Intra Day



Near Term



Technical Levels

R3	332/340
R2	318/325
R1	305/311
Turnaround	279
S1	272/265/261
S2	256
S3	247



Technical Commentary

If prices remain above 279 region could anticipate recovery towards 305. But a vertical fall through 279 may bid further weakness in the upcoming session.

BASE METALS

Copper MCX Jan

Intra Day



Near Term



Technical Levels

R3	774
R2	763/768/771
R1	752/757
Turnaround	739
S1	736.80/734/728
S2	733/729/725
S3	720

Daily COPPER JAN2

02.08.2021 - 20.01.2022 (BOM)



Technical Commentary

If prices remain above the downside support of 739 could expect a short covering move towards 752. But fall past below 739 may anticipate further weakness on the commodity.

NICKEL MCX Jan

Intra Day



Near Term



Technical Levels

R3	1628/1640
R2	1592/1605
R1	1584
Turnaround	1563
S1	1555/1541/1530
S2	1524/1508
S3	1488/1473/1460

Daily NICKEL JAN2

02.08.2021 - 20.01.2022 (BOM)



Technical Commentary

Witnessing buying sentiments largely to continue in the upcoming session towards the upside objective of 1584 or even more. But a corrective fall which claim below 1563 may squeeze down prices lower.

BASE METALS

Zinc MCX Jan

Intra Day



Near Term



Technical Levels

R3	298/301
R2	295.50
R1	293.80
Turnaround	291
S1	286/284.50/283
S2	280
S3	277.60

Daily ZINC JAN2

02.08.2021 - 20.01.2022 (BOM)



Technical Commentary

Present buying sentiments possibly to strengthen towards the price objective of 291 or even higher. On the flipside, a corrective fall below 286 may grab prices lower.

Lead MCX Jan

Intra Day



Near Term



Technical Levels

R3	198
R2	193/195.50
R1	188.80/190.40
Turnaround	185.70
S1	185/184.20/183
S2	182.20/180/178.40
S3	177

Daily LEAD JAN2

02.08.2021 - 20.01.2022 (BOM)



Technical Commentary

Intraday weakness may be seen only below 185.70 region. Which if remain undisturbed could expect prices to trade higher in the upcoming session.

BASE METALS

Aluminium MCX Jan

Intra Day



Near Term



Technical Levels

R3	236.50/238
R2	233.40/235
R1	227/228.50/231.70
Turnaround	224.60
S1	223.30/221
S2	218.80.216.50
S3	214



Technical Commentary

Prices still have room for gains and possibly to stretch towards the price objective of 227 or even more. But a corrective fall below 224.60 may push prices lower.



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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