

Date 03 February 2020

PRICE ACTION FOR THE WEEK 03 Feb – 07 Feb 2020

Script	W.High	W.Low	W.Close	W.Change
USDINR	71.80	71.27	71.56	0.22
Gold	41297	40066	41248	896
Silver	47595	45257	47118	183
Crude	3882	3662	3677	-196
Copper	436.90	425.90	426.35	-12.30
Nickel	964.60	928.60	944.10	-32.10
ZincM	180.25	172.40	174	-5
LeadM	150.45	145.60	147.85	-1.60
Alumini	145.50	138.25	138.85	-0.85
NG	140.80	130.30	133.90	-0.50

Key highlights for the Week ending 01st Feb 2020

- ❖ **Bullions** prices rise on account of Wuhan Coronavirus cases in the US and China rise.
- ❖ **Energy** commodities on another hand saw a drop of around 5% - 6% due to lockdown on account of coronavirus.
 - **Crude Inventory which came as 3.5M Vs -0.4M also added to drop in crude prices.**
 - **NG Inventory came at 201bcf Vs 92bcf bringing about some support to strengthen its Prices.**
- ❖ **Base Metals** saw fall in prices with Copper and Nickel losing the highest of about **3%** as China is the main importer of metals for India.

Week ahead for Gold

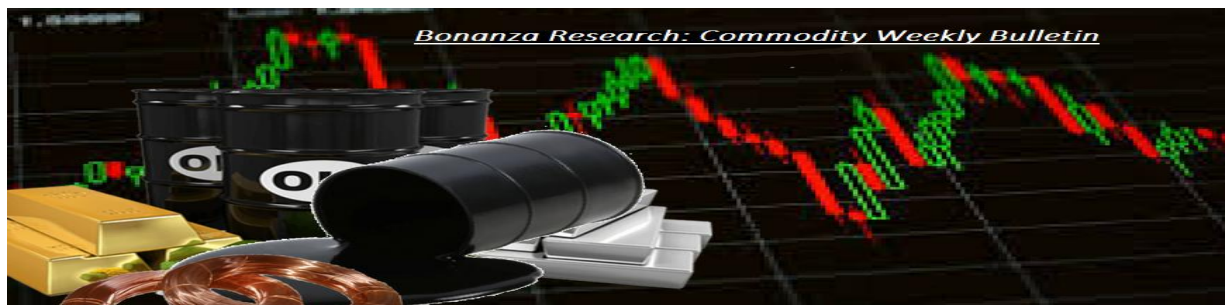
- ❖ **Gold** witnessed buying after the number of cases of coronavirus has increased in the US and China.
- ❖ Gold has started its week with gap-down opening owing to liquidity injection done by the central bank of china into its market to help support firms hit by coronavirus epidemic.
- ❖ In the week ahead, the view is **sideways** Gold could see buying near its support zones.
- ❖ **Support Level: 40300-40600**
- ❖ **Resistance Level: 41300-41700**
- ❖ **View: Strong till trading above 40300 on a closing basis.**

Week ahead for Silver

- ❖ Silver saw a range-bound trading during the week owing to issues in China regarding the increased number of cases of coronavirus.
- ❖ Going ahead we expect silver prices to underperform gold in the year ahead as Gold-Silver ratio signals positive upward movements.
- ❖ The week ahead view is **sideways** with 48,000 acting as a major resistance zone to investors.
- ❖ **Support Level: 45300-45800**
- ❖ **Resistance Level: 47300-47800**
- ❖ **View: Sideways till trading near 46000 levels on closing Basis**

Week ahead for Crude & Natural Gas

- ❖ **Crude** witnessed a sharp drop in prices of about 4% reaching its 5 Month's Low. **Global slowdown a factor that can dampen demand.**
- ❖ Global slowdown lead by Wuhan Coronavirus rise in number of cases in China and the US played a major factor for dampening of demand; inventories also gave a push leading to prices dropping lower.
- ❖ Going ahead on the week the oil can be weak as **strong Supply** can outweigh **demand constraints**
- ❖ **Support Level:3500-3580** **Resistance Level:3800-3880** **View: Sideways**
- ❖ **Natural Gas** traded negative nearing to its 4 years low. Inventories number gave NG a push for buying but still coronavirus issue in china has brought prices down. View ahead for the week looks sideways with strong support near 130 Levels.
- ❖ **Support Levels: 127-130** **Resistance Levels: 137-141** **View: Sideways**



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Week ahead for Base Metals.

- ❖ **Copper** has seen strong selling owing to the Wuhan Coronavirus outbreak in china. Copper has seen a breakdown of around 3% during the week. For the week, Copper could be seen in a sideways movement till it breaches levels of 415
 ❖ Support Level: 420-424 Resistance Level: 435-439 View: Sell on Rise
- ❖ **Nickel** prices have shown a breakdown of around 3%. Going ahead in the week, a range bound trade is seen during the week with 970 levels acting as a major resistance. Also, Prices could remain in consolidation.
 ❖ Support Level: 900-920 Resistance Level:965-985 View: Sell on Rise
- ❖ **Zinc** prices saw strong selling around 3%. Going ahead in the week, 180 would act as strong resistance zones.
 ❖ Support Level: 168-171 Resistance Level:179-183 View: Sell on Rise
- ❖ **Lead** prices are reaching its 1 year low. Going ahead in the week, 150 would act as strong resistance.
 ❖ Support Level:141-144 Resistance Level:150-153 View: Sideways
- ❖ **Aluminum** prices have shown selling in it. Going ahead in the week, 141 would act as a near term resistance for selling.
 ❖ Support Level:134-136 Resistance Level:141-143 View: Sideways

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COMMODITY WEEKLY BULLETIN

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