

Date 19 August 19

PRICE ACTION FOR THE WEEK 12th Aug – 16 Aug 2019

Script	W.High	W.Low	W.Close	W.Change
USDINR	71.56	70.93	71.20	-0.20
Gold	38666	37344	37938	-54
Silver	44584	42042	43824	500
Crude	4072	3843	3896	04
Copper	451.30	443.75	446.00	1.00
Nickel	1161.90	1102.40	1138.60	24.30
ZincM	188.90	183.00	183.90	1.50
LeadM	157.80	152.90	153.35	-1.60
Alumini	141.80	139.75	140.90	0.005
NG	158.70	149.30	156.30	4.90

Key highlights for the Week ending 16 Aug 2019

- ψ **Gold** ends the week on flat note but witnessed sharp correction on back of update from US of delays in tariffs on some Chinese products.
- ψ **USD-INR traded weak** as prices resisted at 71.50. A possible FPI modification & Auto sector revival from Gov supported rupee.
- ψ Crude witnessed sideways range between 3850 – 4050. **Global slowdown a factor which can dampen demand**, it will be mismatch trend as inv no's keep coming mix in contrast. **Crude Inventory came 1.580m Vs 2.385m.**
- ψ Base metals were mix; as basing range all metals, where as **Nickel traded strong again this week**. Expect trend to remain subdued and ranged bound, except Nickel will be in high momentum.
- ψ Natural G traded positive as inventory came weak to prior week. NG Inventory came at 49bcf Vs 55bcf.

Week ahead for Gold

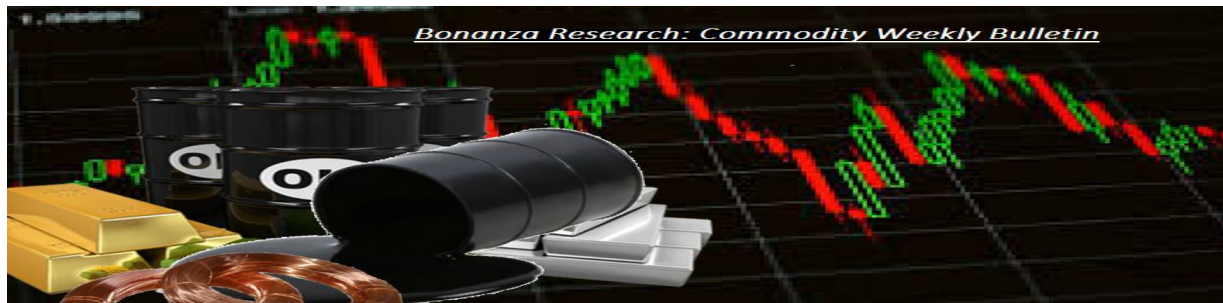
- ψ **Gold** ends the week on flat note but witnessed sharp correction on back of update from US of delays in tariffs on some Chinese products till 15Dec19. Hence saw sharp correction on 13Aug but bounced soon as delays just means the bomb which was to be exploded on 1Sep is converted to time bomb which shall explode in Dec19.
- ψ Rupee weakness escalated prices further up in domestic as we saw Gold breaching 38000+
- ψ In the week ahead the view is **sideways to weak** as Gold can see some profit booking in week on any positive news flows in globally.
- ψ **Support Level: 37600-37350.**
- ψ **Resistance Level: 37900-38225.**
- ψ **View: Weak till below 38200 on closing basis.**

Week ahead for Silver

- ψ **Silver** showed strength last week following some basing support in Base metals kept the moves positive for Silver.
- ψ Going ahead we expect prices of Silver to outperform on upside as Gold Silver ratio has shown signs of reversal from its high peak.
- ψ With strong focus on EV in auto sector demand for Silver seems very near to pick up strongly and the metal shall have more industrial usage than it being stored in lockers as precious metal.
- ψ In the week ahead view is **weak** as profit booking can emerge but overall it shall be buying opportunity.
- ψ **Support Level: 43200-42875.**
- ψ **Resistance Level: 43650-44100.**
- ψ **View: weak for this till below 44000.**

Week ahead for Crude & Natural Gas

- ψ **Crude** witnessed sideways range between 3850 – 4050. **Global slowdowns a factor which can dampen demand.**
- ψ Global slowdown lead by China numbers is a major factor for dampening of demand, where as inventories keep giving mixed signals keeping interesting situation, weekly inventories keep coming weak which is giving some supports. Going ahead in the week the Oil looks to be in range of 4050 on higher side as resistance & 3850 as base support. Buying near Support & Selling near resistance looks to be of profitable view
- ψ **Support level: 3910-3840** **Resistance level: 3985-4050.** **View: Bounce exp / Weak below S1.**
- ψ **Natural Gas** traded positive as Inventories numbers helped prices to hold above 150. Although inventories came weak to prior week but still it's in positive note hence upside seems limited.
- ψ **Support level: 154-149** **Resistance level: 158.50-162.** **View: Weak near resistance.**



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Week ahead for Base Metals.

- ψ **Copper** has shown some strength last week behind weak inventories. The commodity looks on verge of breakout.
 ψ Global slowdown due to fresh tariffs by US on China of 10% on \$300bn worth products along with weak China numbers is a major factor for dampening of demand where as inventories are giving mixed signals on daily basis which can keep trade range bound in the week ahead. The recent updates from US about delays of tariffs gives some positive impetus which can take rally of Copper towards 460 provided we do not have negative updates or hiking of tariffs.
 ψ **Support level: 445-442.10** **Resistance level: 452.20-456.55** **View: Sideways/Strong above 448.**
- ψ **Nickel** prices have shown strong buying. Going ahead in week profit booking can be witnessed if prices fall below 1090 else continued bullish rally shall be seen till 1200. Key level is 1090 for Nickel.
 ψ **Support level: 1120-1090** **Resistance level: 1135-1152** **View: Bounce exp/ Weak below S1.**
- ψ **Zinc** prices continue to trend downside although the rates held on to levels last week but overall structure looks weak till the time it keeps trading below 196, as a breach below 190, has now opened gates for 175-180 zones.
 ψ **Support level: 182-178.50** **Resistance level: 186.10-188.80** **View: Weak on rises.**
- ψ **Lead** prices have been consolidating in range of 148-159 since the month of June, either side break shall give trend impetus to the metal till then the prices can trade in this range.
 ψ **Support level: 151.50-148** **Resistance level: 155.75-159** **View: Sideways.**
- ψ **Aluminium** prices have been consolidating in range of 138-147 since the month of June; either side break shall give trend impetus to the metal. Going ahead in case of break below support of 138 prices can show selling pressure till 132.
 ψ **Support level: 139-137.05** **Resistance level: 141.80-143.50** **View: Sideways.**

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