

Date 26 August 19

**PRICE ACTION FOR THE WEEK 19 Aug – 23rd Aug 2019**

Script	W.High	W.Low	W.Close	W.Change
USDINR	72.08	71.12	71.72	0.52
Gold	38821	37605	38765	827
Silver	44627	43154	44602	778
Crude	4091	3833	3862	-34
Copper	451.25	439.50	440.05	-5.95
Nickel	1148.80	1104.00	1116.00	-22.60
ZincM	186.50	181.55	182.00	-1.90
LeadM	155.75	152.70	153.55	0.20
Alumini	141.25	138.10	138.30	-2.60
NG	160.40	152.10	154.60	-1.70

**Key highlights for the Week ending 23rd Aug 2019**

- ψ **Gold** ends the week on strong note as Friday evening a single tweet from trump with negative views on China gave positive impetus for buying in bullions Hence Gold & Silver rallied 2%+ from Friday lows.
- ψ **USD-INR ended strong** as rupee stayed weak failing to cross 71.00 and even touched lows of 72+. But plenty of positive from FM Sitaraman on FPIsurcharge removal & Auto sector revival & PSUBanks recap shall support rupee next week.
- ψ Crude witnessed weakness behind **Global slowdown a factor which can dampen demand**, as US & China still in locked horns over tariffs. **Crude Inventory came -2.700m Vs 1.580m.**
- ψ Base metals were flat some profit booking seen in nickel.
- ψ Natural G traded positive as inventory came better to prior week. NG Inventory came at 59bcf Vs 49bcf.

**Week ahead for Gold**

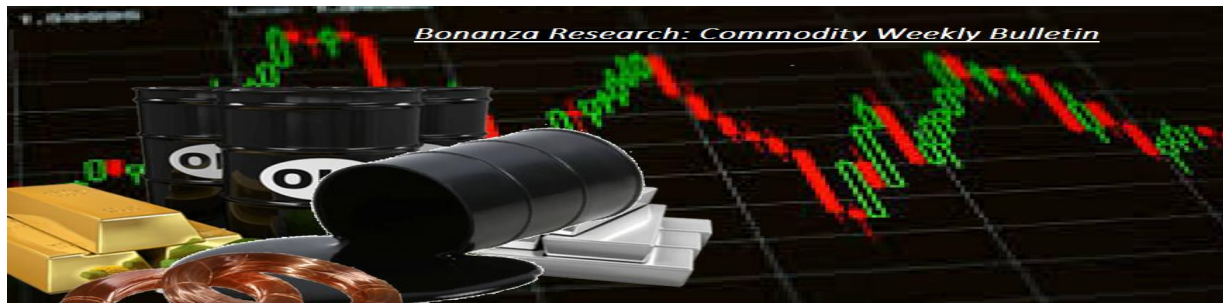
- ψ **Gold** ends the week on strong note as Friday evening a single tweet from trump about China stolen Intellectual Property of US by means of lesser imports and higher exports by China has send panic across EQ markets as it fear the tariff war may escalate even further now which is why the safe heaven saw strong buying buildup.
- ψ Rupee weakness escalated prices further up in domestic as we saw Gold breaching 38500+ on Friday.
- ψ In the week ahead the view is **positive** as Gold can see some further rallies in week behind Trade war between US & China which does not seems to being solved soon.
- ψ **Support Level: 38450-38150.**
- ψ **Resistance Level: 39000-39325.**
- ψ **View: Strong till above 38100 on daily closing basis.**

**Week ahead for Silver**

- ψ **Silver** showed strength last week especially on Friday.
- 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 trade war not looking like being solved anytime soon Silver is reasonably cheap asset as of now as prices can rally heavily upside from here on. Technically fresh breakthrough is witnessed which will support prices.
- ψ In the week ahead view is **positive** as fresh levels have been hit after many days of consolidation band of 43000-44000.
- ψ **Support Level: 44300-43700.**
- ψ **Resistance Level: 44750-45300.**
- ψ **View: strong till above 43700.**

**Week ahead for Crude & Natural Gas**

- ψ **Crude** witnessed sideways range between 3950 – 4100. Only to falter late evening on Friday as **Global slowdown a factor which can dampen demand** behind the ongoing trade war which seems can escalate further as US sends strong negative views on China's present as well as past approach, which according to US has hurt the growth of US heavily.
- ψ Global slowdown can follow as trade issues do not provide good demand for Crude, where as inventories keep giving mixed signals keeping interesting situation. Going ahead in the week the Oil can be weak as **sluggish demand** can outweigh **supply constrains** even if OPEC keeps productions cuts going.
- ψ **Support level: 3840-3710**                      **Resistance level: 3960-4040.**                      **View: Weak on rises.**
- ψ **Natural Gas** traded flat as positive Inventories numbers kept prices to resist beyond 160. View ahead for the week looks sideways as firm supports are placed below 150 whereas resistance near 160 shall keep prices in range.
- ψ **Support level: 152-145**                      **Resistance level: 158.50-162.**                      **View: Weak near resistance.**



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Week ahead for Base Metals.

- ψ **Copper** failed to hold on to levels of 450 as short selling was witnessed after touching 450. Tariff war added weakness to prices with positive inventories supporting sellers.
- ψ Global slowdown with the ongoing tariff war between US & China can yet again keep pressure built on BMS as the trade war shall keep affecting business and growth can dampen which shall keep sluggish demand on Copper. Technically the prices have shown reversal and failure of crossing higher highs formations on daily charts which gives bears to claw back in this metal as prices seems likely to not go beyond 450 in days ahead.
- ψ **Support level: 436-430**                      **Resistance level: 444.80-451.25**                      **View: Shorts exp/weak on rises.**
- ψ **Nickel** prices have shown some profit booking. Technically the bullish trend is still intact as prices hold imp level of 1090. Going ahead in week profit booking can be witnessed if prices fall below 1090 else bullish rally till 1200 seems intact.
- ψ **Support level: 1010-1090**                      **Resistance level: 1128-1150**                      **View: Sideways/ strong near Support.**
- ψ **Zinc** prices continue to trend downside as overall structure looks weak till the time it keeps trading below 190, as a breach, only above 190 shall reverse the trend, till then weakness shall be seen on rises.
- ψ **Support level: 178.50-172.75**                      **Resistance level: 185.50-188.80**                      **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; prices seem likely to break down in coming days as lower low formations has started in this commodity which can bring the bears in and take prices lower.
- ψ **Support level: 138-135.20**                      **Resistance level: 141-143.50**                      **View: Weak.**

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