Bullion

Gold

On Thursday, spot gold prices ended lower by 0.75 percent to close at $1494.0 per ounce. Easing of trade tension between U.S. & China boosted the risk appetite amongst investors and dented the appeal for Gold, the safe haven asset.

As per reports, the first day of the trade negotiation between U.S. & China which are held in Washington went well which eased down the global tensions. President Donald Trump stated that the talks with China were going well and both side had a good negotiations.

However, U.S. will go ahead with the scheduled hike in tariffs on $250 billion worth of Chinese goods, to 30% from 25% on Oct. 15 2019 if both the nations fail to strike a deal.

Silver

On Thursday, Spot silver prices ended lower by 1.24 percent to close at 17.50 per ounce while MCX silver prices declined by 1.35 percent to close at Rs.45421.0 per kg.

Outlook

Easing of tension between U.S. & China might boost the risk appetite amongst investors and hamper the demand for the bullion metal.

On the MCX, gold prices are expected to trade lower today; international markets are trading lower by 0.06 percent to close at 1499.95 per ounce.

Technical Outlook **valid for Oct 11, 2019**

COMMODITY	SUPPORT	RESISTANCE
SPOT GOLD ($/OZ)	1490/1482	1502/1507
MCX GOLD DEC'19 (Rs/10GMS)	38000/37800	38300/38450
SPOT SILVER ($/OZ)	17.40/17.20	17.70/17.90
MCX SILVER DEC'19 (Rs/KG)	45100/44700	45700/45980

Market Highlights (% change)

as on Oct 10, 2019

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/$ (Spot)	71.0	-0.18	-0.22	-0.80	-3.56
Euro/$ (Spot)	78.1	0.04	0.22	-0.86	-8.20
Dollar Index	98.7	-0.42	-0.32	0.06	3.65
NIFTY	11234.6	-0.70	#N/A	1.80	7.28
SENSEX	37880.4	-0.78	#N/A	1.64	9.06
DJIA	26496.7	0.57	1.60	-2.36	4.56

Gold (% change)

as on Oct 10, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Gold (Spot)	1494.0	-0.75	-0.35	-0.22	22.71
Gold (Spot - Mumbai)	38400.0	0.52	#N/A	-3.64	21.52
Comex	1494.8	-0.75	-0.41	0.03	22.72
MCX Gold	38159.0	-0.88	#N/A	0.49	19.82

(Comex, Gold spot in $ per ounce, MCX, Gold spot Mumbai in Rs/10 gms) Source: Reuters

Silver (% change)

as on Oct 10, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Silver (Spot)	17.5	-1.24	-0.43	-3.32	20.13
Silver (Spot - Mumbai)	45700.0	-4.39	#N/A	-2.45	19.01
Comex	17.5	-1.17	-0.41	-2.83	20.30
MCX Silver	45421.0	-1.35	#N/A	-4.38	16.71

(Comex in $ per ounce, MCX, Silver spot in Rs/kg) ***Source: Reuters***

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Energy

Crude Oil

On Thursday, WTI Crude prices ended higher by 1.83 percent to close at $53.6 per barrel. Prices rose after tension between U.S. & China eased down which improved the demand prospects for Crude.

The preliminary, lower-level talks between U.S. & China which took place on Monday and Tuesday made no progress in the trade situations. The first day of high-level trade negotiations went well which raised the chances of a possible trade deal between U.S. & China.

However, the gains were capped as the tension escalated when U.S. added some of Chinese start-ups in their blacklist which weighed on the hopes of a possible trade deal between U.S. & China.

Prices were further supported after OPEC+ stated that they might consider deepening the production cuts to balance the crude market. They will discuss about it in their meeting which is scheduled in December 2019.

Outlook

Rising chnaces of a possible trade deal between U.S. & China might improve the demand prospects for Crude and push the prices higher.

We expect oil prices to trade higher, international markets are trading lower by 0.29 percent at $52.44 per barrel.

Technical Outlook **valid for Oct 11, 2019**

COMMODITY	SUPPORT	RESISTANCE
NYMEX CRUDE OIL ($/BBL)	53.10/52.70	54.40/55.10
MCX CRUDE OCT'19 (RS/BBL)	3740/3710	3830/3880
BRENT CRUDE OIL($/BBL)	58.70/58.30	60.00/60.70

Market Highlights - Crude Oil (% change) as on Oct 10, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	60.0	-1.02	1.97	-6.16	-26.01
NYMEX CRUDE	53.6	1.83	1.73	-3.95	-24.94
ICE BRENT CRUDE	59.1	1.34	2.44	-2.81	-26.52
MCX CRUDE	3785.0	0.53	#N/A	-5.54	-27.81

(Brent & NYMEX Crude in $ per bbl, MCX Crude in Rs/bbl) *Source: Reuters*

Market Highlights - Natural Gas (% change) as on Oct 10, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	2.2	-0.72	-1.29	-13.09	-29.83
MCX NG	173.3	-1.03	#N/A	-7.43	-27.67

(NYMEX NG in $/MMbtu, MCX NG in Rs/MMBtu) *Source: Reuters*

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Base Metals

On Thursday, base metal prices on the LME ended positive with Zinc being the highest gainer amongst the pack. Easing of demand concerns after the tension between U.S. & China began to de-escalate supported the base metal prices.

U.S. & China made no progress in the preliminary trade talks which took place earlier this week. However, the first day of high level of trade talks made some progress which eased the demand concerns for industrial metals.

However, U.S. adding few of China's companies in their blacklist weighed on the chances of a possible trade deal and clouded the demand prospects for Industrial metals.

If the two nations fail to find a way out of the prolonged trade spat, U.S. will go ahead with the scheduled hike in tariffs on $250 billion worth of Chinese goods, to 30% from 25% on Oct. 15 '19.

Copper

On Thursday, LME Copper prices ended higher by 1.7 percent to close at $5781.0 per tonne. Prices were supported after President Donald Trump stated that they talks went very well. Even China expressed their optimism over a possible deal between both the nations.

Outlook

Easing of worries between U.S. & China might improve the demand prospects for industrial metals and push the prices higher.

On the MCX, Copper prices are expected to trade sideways today; international markets trading higher by 0.09 percent at $5783.75 per tonne.

Technical Outlook **valid for Oct 11, 2019**

COMMODITY (RS/KG)	SUPPORT	RESISTANCE
MCX COPPER OCT'19	439/436	443/446
MCX ZINC OCT'19	184/182.5	187/188.5
MCX LEAD OCT'19	155/153.5	158.1/159.5
MCX ALUMINUM OCT'19	134/132.5	137/138
MCX NICKEL OCT'19	1245/1235	1265/1275
MCX BRASS OCT'19	301/300	304/305

Market Highlights – Base Metals (% change) as on Oct 10, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME Copper(3month)	5781.0	1.71	1.81	0.15	-8.27
MCX Copper	441.6	0.96	#N/A	-1.98	-3.92
LME Aluminium (3 month)	1753.0	0.52	2.82	-3.95	14.11
MCX Aluminium	135.3	0.00	#N/A	-3.50	-9.80
LME Nickel (3 month)	17625.0	1.53	0.80	-1.26	39.27
MCX Nickel	1255.0	1.11	#N/A	-0.03	34.54
LME Lead (3 month)	2159.0	1.36	2.81	3.15	5.24
MCX Lead	156.4	0.42	#N/A	1.36	2.73
LME Zinc (3 month)	2388.0	4.23	3.02	1.06	-9.75
MCX Zinc	185.4	1.59	#N/A	-0.54	-6.22

Source: Reuters

LME Inventories in tonnes

COMMODITY	10/10/19	09/10/19	CHG	%CHG
COPPER	285600	283125	2475	0.87%
ALUMINIUM	968450	966125	2325	0.24%
NICKEL	102696	108624	-5928	-5.46%
ZINC	62800	63000	-200	-0.32%
LEAD	68950	69050	-100	-0.14%

Source: Reuters

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Economic indicators to be released on 11-Oct-19

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
ECOFIN Meetings	EUR	ALL DAY	-	-	-	High
Prelim UoM Consumer Sentiment	US	7:30PM	-	92.0	93.2	Medium
FOMC Member Rosengren Speaks	US	10:45PM	-	-	-	Medium

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