



Tuesday, October 16, 2018

	Open	High	Low	Close	% Cng	Round up
<b>Precious Metals</b>						
Gold	31900	32311	31831	32066	<b>0.69</b>	Gold rose as a slide in global stock markets, exacerbated by mounting tensions between Western powers and Saudi Arabia.
Silver	39050	39444	39037	39153	<b>0.60</b>	
<b>Base Metal</b>						
Aluminium	150.55	152.3	149.65	150.4	<b>0.23</b>	Base metals eased as worries over Sino-U.S. trade disputes, a possible slowdown in the Chinese economy and higher U.S. borrowing costs tempered optimism. An escalating trade row between China and the United States could crimp demand for commodities, even though China's September trade data proved more resilient than expected last week.
Copper	460.7	464.75	456.5	457.1	<b>-0.54</b>	
Lead	151.95	156.4	151.95	154.3	<b>1.35</b>	
Nickel	939.6	943.5	924.4	925.8	<b>-0.75</b>	
Zinc	197.6	199.2	193.8	194.2	<b>-1.77</b>	
<b>Energy</b>						
Crude	5290	5334	5232	5273	<b>0.57</b>	Crude oil rose as geopolitical tensions over the disappearance of a prominent Saudi journalist stoked worries about supply, although concerns about the long-term outlook for demand dragged on prices.
Nat. Gas	235	241.8	235	239.1	<b>2.09</b>	
<b>Currency</b>						
USDINR	73.84	74.21	73.84	73.92	<b>0.30</b>	Rupee dropped as crude oil prices rise amid geopolitical tensions over the disappearance of a prominent Saudi journalist
EURINR	85.45	86.09	85.43	85.81	<b>0.39</b>	
GBPINR	97.02	97.61	96.33	97.44	<b>-0.01</b>	
JPYINR	65.97	66.51	65.95	66.20	<b>0.71</b>	

### View for the Day

BUY GOLD DEC 2018 @ 32000 SL 31860 TGT 32180-32350.MCX  
 BUY SILVER DEC 2018 @ 39050 SL 38800 TGT 39440-39650.MCX  
 BUY CRUDEOIL OCT 2018 @ 5260 SL 5220 TGT 5300-5340.MCX  
 BUY NAT GAS OCT 2018 @ 239.00 SL 235.00 TGT 243.50-248.00.MCX  
 SELL COPPER NOV BELOW 460.50 SL ABV 463.60 TGT 457.20-454.80. MCX (STBT)  
 SELL ZINC OCT 2018 @ 195.50 SL 197.50 TGT 192.80-190.80.MCX  
 SELL NICKEL OCT 2018 @ 930.00 SL 940.00 TGT 918.00-906.00.MCX  
 SELL ALUMINIUM OCT 2018 @ 151.50 SL 153.00 TGT 150.00-148.50.MCX

DAY	TIME	ZONE	ECONOMICAL DATA	EXP	PREV
	Tentative	USD	Treasury Currency Report	0	0
	11:30am	EUR	German Import Prices m/m	0.001	-0.002
	2:30pm	EUR	Trade Balance	15.0B	12.8B
	2:30pm	EUR	ZEW Economic Sentiment	-9.2	-7.2
	2:30pm	EUR	German ZEW Economic Sentiment	-12.3	-10.6
	3:30pm	EUR	Italian Trade Balance	4.34B	5.68B
<b>Tue</b>	6:45pm	USD	Capacity Utilization Rate	0.782	0.781
	6:45pm	USD	Industrial Production m/m	0.002	0.004
	7:30pm	USD	JOLTS Job Openings	6.90M%	6.94M
	7:30pm	USD	NAHB Housing Market Index	68	67
	0	0		0	0
	0	0		0	0
	0	0		0	0

Global Market									
\$ Index	Euro	Pound	Yen	DJ	Nasdaq	Hang Seng	Gold\$	Silver\$	Crude \$
95.14	1.1574	1.31436	111.986	2767.13	7496.89		1226.15	14.67	71.78
<b>0.08</b>	<b>-0.06</b>	<b>-0.05</b>	<b>0.19</b>	1.42	2.29		<b>-0.06</b>	<b>0.03</b>	<b>0.62</b>



MCX Gold



MCX Gold 05 DEC 2018	
Open	31900
High	32311
Low	31831
Close	32066
% Cng	0.69
OI	14150
Volume	12862
Resist 3	32787
Resist 2	32549
Resist 1	32307
Support 1	31827
Support 2	31589
Support 3	31347

Gold rose as a slide in global stock markets, exacerbated by mounting tensions between Western powers and Saudi Arabia, forced investors to find safety and unwind some bearish bets in the metal. U.S. retail sales barely rose in September as a rebound in motor vehicle purchases was offset by the biggest drop in spending at restaurants and bars in nearly two years. The European Central Bank will end its bond-buying programme in less than three months, with a low likelihood of an extension despite a cocktail of political and trade concerns. China will soon host a huge trade fair to highlight its commitment to free trade and show off its willingness to import, but sceptical foreign businesses and diplomats say they want to see concrete policy changes to improve market access. The Italian cabinet on Monday signed off on an expansionary 2019 budget, boosting welfare spending, cutting the retirement age and hiking the deficit to set up a showdown with authorities in Brussels over compliance with EU rules. Poland raised its gold holdings to the highest in at least 35 years, data from the International Monetary Fund showed on Monday. Holdings in SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, rose 0.55 percent to 748.76 tonnes on Monday. Holdings of SPDR Gold, the largest gold-backed ETF, rose nearly 2 percent last week. That was the biggest weekly inflow since January, following declines of more than 4 million ounces since hitting a peak in late April. Technically market is under fresh buying as market has witnessed gain in open interest by 0.59% to settled at 14150, now Gold is getting support at 31827 and below same could see a test of 31589 level, And resistance is now likely to be seen at 32307, a move above could see prices testing 32549.

MCX Silver



MCX Silver 05 DEC 2018	
Open	39050
High	39444
Low	39037
Close	39153
% Cng	0.6
OI	22290
Volume	17150
Resist 3	39792
Resist 2	39618
Resist 1	39385
Support 1	38978
Support 2	38804
Support 3	38571

Silver rose as the hedge of choice against a cocktail of geopolitical tensions, tumbling equity markets and global macro uncertainties. Pompeo to Saudi Arabia to meet with King Salman. The US dollar dipped after retail sales data for September missed expectations and as benchmark US Treasury yields consolidated after they climbed to their highest level in seven years, last week. US retail sales barely rose in September as a rebound in purchases of motor vehicles was offset by the biggest drop in spending at restaurants and bars in nearly two years. Retail sales edged up only 0.1% in the month, compared with an expected increase of 0.6%. China recorded a record trade surplus of \$34.13 billion with the US in September despite intense trade tensions between the world's two largest economies. The surplus exceeded China's overall trade surplus of \$31.69 billion for September. China's dollar-denominated September exports surged 14.5% from a year ago. In August, Chinese exports grew 9.8% from a year ago. In September, imports grew 14.3% from a year ago, down from growth of 19.9% for August. Some data to monitor today include consumer and producer prices, total social financing (TSF) and broad M2 money supply in September for China, the trade balance in August across the eurozone and the ZEW economic sentiment in October, Germany's ZEW economic sentiment in October, US industrial output in September and the August data for Job Openings and Labor Turnover Survey (Jolts) by the US Bureau of Labor Statistics. Technically now Silver is getting support at 38978 and below same could see a test of 38804 level, And resistance is now likely to be seen at 39385, a move above could see prices testing 39618.

## MCX Crude Oil



MCX Crude Oil 19 OCT 2018	
Open	5290
High	5334
Low	5232
Close	5273
% Cng	0.57
OI	7474
Volume	129244
Resist 3	5430
Resist 2	5382
Resist 1	5328
Support 1	5226
Support 2	5178
Support 3	5124

Crudeoil on MCX settled up 0.57% at 5273 as geopolitical tensions over the disappearance of a prominent Saudi journalist stoked worries about supply, although concerns about the long-term outlook for demand dragged on prices. Iran has exported 1.33 million barrels per day (bpd) to a few countries including India and China in the first two weeks of October, according to Refinitiv Eikon data. was down from at least 2.5 million bpd in April before U.S. President Donald Trump withdrew from a multi-lateral nuclear deal with Iran in May. As looming Iran sanctions raise supply concerns, Saudi Arabia's Energy Minister Khalid al-Falih said on Monday the kingdom is committed to meeting India's rising oil demand and is the "shock absorber" for supply disruptions in the oil market. Arabia, however, has faced political pressure over the disappearance of journalist Jamal Khashoggi on Oct.2 after visiting the Saudi consulate in Istanbul. President Donald Trump threatened "severe punishment" for the kingdom if the journalist is found to have been killed. Trump dispatched Secretary of State Mike. Crude-oil production from seven major U.S. shale plays is expected to see a climb of 98,000 barrels a day in November to 7.714 million barrels a day, according to a report from the Energy Information Administration. Oil output from the Permian Basin, which covers parts of western Texas and southeastern New Mexico, is expected to see the largest climb among the big shale plays, with an increase of 53,000 barrels a day in November from October. Technically now Crudeoil is getting support at 5226 and below same could see a test of 5178 level, And resistance is now likely to be seen at 5328, a move above could see prices testing 5382.

## MCX Natural Gas



MCX Natural Gas 26 OCT 2018	
Open	235
High	241.8
Low	235
Close	239.1
% Cng	2.09
OI	4218
Volume	53221
Resist 3	249
Resist 2	245
Resist 1	242
Support 1	235
Support 2	232
Support 3	229

Naturalgas on MCX settled up 2.09% at 239.10 prices jumped on a new 11 to 15day forecast that shows below-average temperatures across the U.S. The U.S. Energy Department's weekly inventory release showed a natural gas storage injection that fell in line with market expectations. Meanwhile, natural gas prices rallied to their highest levels since January as inventories remain significantly below their five-year average ahead of the upcoming winter. Cool air will push south through the Rockies and Plains and into N. Texas and portions of the South Sun-Tue with highs of 40s and 50s and areas of heavy showers. A colder weather system will sweep across the Midwest and towards the Northeast with lows of teens to 30s. Another reinforcing cool shot will follow into the northern US Wed-Thu, but then a milder break between weather systems across the northern and eastern US Fri-Sat before the additional cool shots arrive. The West will see a mix of cool and warm conditions. Overall, national demand will be HIGH. Colder than normal weather is forecast to move east generating additional heating demand during the balance of October. While supply over the past week was flat, demand increased as higher power generating was need increasing consumption by 1%. The trajectory of inventory injections remains flat, which should increase demand over the next 2-weeks. Technically market is under fresh buying as market has witnessed gain in open interest by 21.49% to settled at 4218 while prices up 4.9 rupees, now Naturalgas is getting support at 235.4 and below same could see a test of 231.8 level, And resistance is now likely to be seen at 242.2, a move above could see prices testing 245.4.



MCX Copper



MCX Copper 30 NOV 2018	
Open	460.7
High	464.75
Low	456.5
Close	457.05
% Cng	-0.54
OI	12040
Volume	50875
Resist 3	471
Resist 2	468
Resist 1	462
Support 1	454
Support 2	451
Support 3	446

Copper on MCX settled down -0.54% at 457.05 as concerns remain that trade tensions between China and the U.S. may dampen demand. LME copper stocks have dropped since August as ShFE stocks have climbed, reflecting higher imports after a crackdown on waste imports that cut the availability. Last night the US dollar dipped on Monday after retail sales data for September missed expectations and as benchmark US Treasury yields consolidated after they climbed to their highest level in seven years, last week. While from data side US retail sales barely rose in September as a rebound in purchases of motor vehicles was offset by the biggest drop in spending at restaurants and bars in nearly two years. Retail sales edged up only 0.1% in the month, compared with an expected increase of 0.6%. Retail sales in September rose 4.7% from a year ago. LME base metals ended mixed on Monday. Lead continued its strong performance and gained 1.6% on the day. Aluminium edged up some 0.1% while copper and nickel slid close to 0.8% and zinc dropped 1.7%. Now a day ahead some data to monitor today include consumer and producer prices, total social financing (TSF) and broad M2 money supply in September for China, the trade balance in August across the eurozone and the ZEW economic sentiment in October, Germany's ZEW economic sentiment in October, US industrial output in September and the August data for Job Openings and Labor Turnover Survey (Jolts) by the US Bureau of Labor Statistics. Now technically market is getting support at 454.1 and below same could see a test of 451.2 level, And resistance is now likely to be seen at 462.3, a move above could see prices testing 467.6.

MCX Nickel



MCX Nickel 31 OCT 2018	
Open	939.6
High	943.5
Low	924.4
Close	925.8
% Cng	-0.75
OI	7471
Volume	34927
Resist 3	957.1
Resist 2	950.3
Resist 1	938.0
Support 1	918.9
Support 2	912.1
Support 3	899.8

Nickel on MCX settled down -0.75% at 925.80 as prices slipped on Monday as the U.S. dollar strengthened and on concerns that escalating global trade tensions could hurt demand. Pressure seen after the speculation that China's factory-gate inflation cooled for a third straight month in September amid ebbing domestic demand, pointing to more pressure on the world's second biggest economy as it remains locked in an intensifying trade war with the United States. Growth in China's factory sector in September stalled after 15 months of expansion, with export orders falling the most in more than two years, a private business survey showed. Escalating global trade tensions have helped drive down metal prices in the second half of the year - but the outlook isn't all bad. Despite precipitous price falls in many base and battery metals, year-to-date price averages are still higher than last year. Nickel has been this year's best performer, with average prices to the end of September 36 per cent higher compared with the same period in 2017. Last night the US dollar dipped on Monday after retail sales data for September missed expectations and as benchmark US Treasury yields consolidated after they climbed to their highest level in seven years, last week. While from data side US retail sales barely rose in September as a rebound in purchases of motor vehicles was offset by the biggest drop in spending at restaurants and bars in nearly two years. Retail sales edged up only 0.1% in the month, compared with an expected increase of 0.6%. Now technically Nickel is getting support at 918.9 and below same could see a test of 912.1 level, And resistance is now likely to be seen at 938, a move above could see prices testing 950.3.



MCX Zinc 31 OCT 2018	
Open	197.60
High	199.20
Low	193.80
Close	194.20
% Cng	-1.77
OI	4596
Volume	30104
Resist 3	203.0
Resist 2	201.1
Resist 1	197.6
Support 1	192.2
Support 2	190.3
Support 3	186.8

Zinc on MCX settled down -1.77% at 194.20 with a softer US dollar having little effect on prices but trade tensions and weak stock markets keeping investors cautious. Also pressure seen after the news that, Gains in social inventories across Shanghai, Tianjin and Guangdong and sluggish consumption weighed on zinc prices. Basemetal prices slipped on Monday as the U.S. dollar strengthened and on concerns that escalating global trade tensions could hurt demand. Illustrating a significant shortfall in near-term supply, nearby prices to obtain lead and zinc over the next few months have surged over those further out. Tightening zinc spreads are encouraging more deliveries into warehouses. ShFE warehouse inventories showed that zinc arrivals jumped by 14,169 tonnes, or 48.5 percent, over the past two weeks to 43,373 tonnes. Last night the US dollar dipped on Monday after retail sales data for September missed expectations and as benchmark US Treasury yields consolidated after they climbed to their highest level in seven years, last week. While from data side US retail sales barely rose in September as a rebound in purchases of motor vehicles was offset by the biggest drop in spending at restaurants and bars in nearly two years. Retail sales edged up only 0.1% in the month, compared with an expected increase of 0.6%. Retail sales in September rose 4.7% from a year ago. LME base metals ended mixed on Monday. Now technically market is under long liquidation as market has witnessed drop in open interest by -15.45% to settled at 4596 while prices down -3.5 rupees, now Zinc is getting support at 192.2 and below same could see a test of 190.3 level, And resistance is now likely to be seen at 197.6, a move above could see prices testing 201.1.



MCX Aluminium 31 OCT 2018	
Open	150.55
High	152.30
Low	149.65
Close	150.35
% Cng	0.23
OI	2623
Volume	9048
Resist 3	154.7
Resist 2	153.5
Resist 1	152.0
Support 1	149.3
Support 2	148.1
Support 3	146.6

Aluminium on MCX settled up 0.23% at 150.35 while LME aluminium was down 0.7 percent at \$2,027 as the U.S. dollar strengthened and on concerns that escalating global trade tensions could hurt demand. Concerns remain that trade tensions between China and the U.S. may dampen demand for metals even as China's September trade data proved more resilient than expected last week. The United States sought to make currency a central part of any solution to the bruising trade fight, keeping the pressure on Beijing to speed up economic reforms at a gathering of world policymakers at the weekend who pledged to do more to safeguard global growth. While from data side US retail sales barely rose in September as a rebound in purchases of motor vehicles was offset by the biggest drop in spending at restaurants and bars in nearly two years. Retail sales edged up only 0.1% in the month, compared with an expected increase of 0.6%. Retail sales in September rose 4.7% from a year ago. Now a day ahead some data to monitor today include consumer and producer prices, total social financing (TSF) and broad M2 money supply in September for China, the trade balance in August across the eurozone and the ZEW economic sentiment in October, Germany's ZEW economic sentiment in October, US industrial output in September and the August data for Job Openings and Labor Turnover Survey (Jolts) by the US Bureau of Labor Statistics. Now technically market is under short covering as market has witnessed drop in open interest by -5.24% to settled at 2623 while prices up 0.35 rupees, now Aluminium is getting support at 149.3 and below same could see a test of 148.1 level, And resistance is now likely to be seen at 152, a move above could see prices testing 153.5.

Spread View	
Commodity	Spread
MCX GOLD DEC-FEB	242.00
MCX SILVER DEC-MAR	773.00
MCX CRUDEOIL OCT-NOV	6.00
MCX NATURALGAS OCT-NOV	4.70
MCX ZINC OCT-NOV	0.35
MCX NICKEL OCT-NOV	4.70
MCX LEAD OCT-NOV	0.75
MCX ALUMINIUM OCT-NOV	1.35

Ratio Trading	
Commodity	Ratio
Gold Silver ratio	81.90
Gold Crude ratio	6.08
Gold Copper ratio	70.16
Silver Crude ratio	7.43
Silver Copper ratio	85.66
Crude Natural Gas ratio	22.05
Zinc Lead ratio	125.90

LME Stock (Tons)		
Commodity	Change	Stock
Copper	-4900	161700
Nickel	-2124	222102
Zinc	-1925	188850
Aluminium	-7400	926100
Lead	-100	116300

## News you can Use

As the Federal Reserve keeps raising interest rates in a strong U.S. economy, transparency and open communications will be key to avoiding market disruptions and misunderstanding in other countries, an influential Fed policymaker said. The Fed's nearly three-year-old tightening cycle has in part prompted a global shift in capital away from emerging markets, leading this year to sharp and painful currency plunges in Turkey and Argentina, in particular. Speaking in Bali, Indonesia, one of the emerging-market economies hit by capital outflows as the U.S. central bank raises rates, New York Fed President John Williams said he supports continued gradual and predictable rate hikes that should better serve global policymakers. He said this would be "the best solution for emerging markets" to minimize unintended volatility. "A key lesson about policy making in an interconnected world is that transparency and open lines of communication are critical to minimizing misunderstanding, market disruption, and volatility that can interfere with our common goals of having strong and stable economies," he told a conference co-hosted by Bank Indonesia (BI) and the New York Fed. BI Governor Perry Warjiyo, speaking alongside Williams, said the Fed should continue to be "mindful" of the impact of any change in U.S. monetary policy on emerging markets and he advocated a predictable interest rate path. Indonesia, whose economic growth remains relatively strong and inflation low, has still had to raise interest rates 150 basis points since mid-May in a bid to support its battered rupiah - the second worst performer among emerging Asian currencies.

Risks to the global financial system have risen over the past six months and could increase sharply if pressures in emerging markets escalate or global trade relations deteriorate further, the International Monetary Fund said. The IMF, whose autumn meetings with the World Bank get under way on the Indonesian resort island of Bali this week, also noted that while the banking system has been shored up by regulators in the decade since the 2008 global financial crisis, easy financial conditions are contributing to a buildup of vulnerabilities such as high debt levels and "stretched" asset valuations. New bank resolution regimes meant to avoid future bailouts are largely untested, the Fund said in its biannual global financial stability update. "Near-term risks to global financial stability have increased somewhat," the IMF said. "Overall, market participants appear complacent about the risk of a sharp tightening in financial conditions." IMF capital markets director Tobias Adrian said potential shocks to the system could come in many forms, such as higher-than expected inflation that triggers a sharp jump in interest rates or a "disorderly" exit by Britain from the European Union. But the severity of the impact from such shocks will be determined by vulnerabilities including growing non-financial debt levels now exceeding 250 percent of GDP, a decline in underwriting standards outside the traditional banking sector and elevated asset prices that could drop sharply.

The European Central Bank lowered the ceiling on emergency liquidity assistance (ELA) Greek banks draw from the domestic central bank by 200 million euros to 5.0 billion euros (\$5.74 billion), the Bank of Greece said. The move reflected improved liquidity conditions, taking into account private sector deposit flows and banks' access to financial markets, it said. The ELA ceiling is valid through to Nov 7. Greek banks have relied on emergency liquidity assistance (ELA) since February 2015 after being cut off from the ECB's funding window. Emergency funding is more costly than borrowing directly from the ECB. In June 2016 the ECB reinstated Greek banks' access to its cheap funding operations, allowing lenders to reduce their dependence on the emergency liquidity lifeline. But with Athens out of its bailout program since August 21 this year, the ECB has ended a waiver that made Greek government bonds eligible collateral for its cheap funding.

## Disclaimer :

This document has been issued by Alpha Commodities for the information of its customers only. Alpha Commodities is governed by the Forward markets commission of India. This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions. The information and opinions contained herein have been compiled or arrived at based upon information obtained in good faith from public sources believed to be reliable. Such information has not been independently verified and no guarantee, representation or warranty, express or implied is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. This document has been produced independently of any company or companies mentioned herein, and forward looking statements; opinions and expectations contained herein are subject to change without notice. This document is for information purposes only and is provided on an "as is" basis. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete and this document is not, and should not be construed as an offer, or solicitation of an offer, to buy or sell or subscribe to any commodities or other financial instruments. We are not soliciting any action based on this document. Alpha Commodities, its associate and group companies its directors or employees do not take any responsibility, financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this document, including but not restricted to, fluctuation in the prices of commodities, etc. This document is not directed to or intended for display, downloading, printing, reproducing or for distribution to or use by any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or would subject Alpha Commodities or its associates or group companies to any registration or licensing requirement within such jurisdiction. If this document is inadvertently sent or has reached any individual in such country, the same may be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published for any purpose without prior written approval of Alpha Commodities .This document is for the general information and does not take into account the particular investment objectives, financial situation or needs of any individual customer, and it does not constitute a personalized recommendation of any particular commodity or investment strategy. Before acting on any advice or recommendation in this document, a customer should consider whether it is suitable given the customer's particular circumstances and, if necessary, seek professional advice. Certain transactions, including those involving futures, options, and high yield securities, give rise to substantial risk and are not suitable for all investors. Alpha Commodities, its associates or group companies do not represent or endorse the accuracy or reliability of any of the information or content of the document and reliance upon it is at your own risk. Alpha Commodities, its associates or group companies, expressly disclaims any and all warranties, express or implied, including without limitation warranties of merchantability and fitness for a particular purpose with respect to the document and any information in it. Alpha Commodities, its associates or group companies, shall not be liable for any direct, indirect, incidental, punitive or consequential damages of any kind with respect to the document. No part of this publication may be reproduced, stored in a retrieval system, or transmitted, on any form or by any means, electronic, mechanical, photocopying, recording, or otherwise, without the prior written permission of Alpha Commodities

## ALPHA COMMODITY PRIVATE LIMITED

13th Floor Raheja Center,  
Free Press Marg, Nariman Point, Mumbai-400021  
Phone:022- 66351314