



KEDIA ADVISORY

DAILY BASE METALS REPORT

20 Oct 2023

- ALUMINIUM
- COPPER
- LEAD
- ZINC



Kedia Stocks & Commodities Research Pvt. Ltd.

Research Advisory | White Labelling | Digital Marketing



MCX Basemetals Update

Commodity	Expiry	Open	High	Low	Close	% Change
COPPER	31-Oct-23	700.00	702.50	697.50	700.55	0.10
ZINC	31-Oct-23	218.90	219.40	218.00	218.85	-3.83
ALUMINIUM	31-Oct-23	202.30	203.40	201.85	202.70	-7.25
LEAD	31-Oct-23	186.60	187.15	185.70	185.90	-3.06

Open Interest Update

Commodity	Expiry	% Change	% Oi Change	Oi Status
COPPER	31-Oct-23	0.01	-6.66	Short Covering
ZINC	31-Oct-23	-0.34	-3.83	Long Liquidation
ALUMINIUM	31-Oct-23	-0.07	-7.25	Long Liquidation
LEAD	31-Oct-23	-0.32	-3.06	Long Liquidation

International Update

Commodity	Open	High	Low	Close	% Change
Lme Copper	8030.00	8020.00	8022.00	7972.50	0.03
Lme Zinc	2434.00	2439.50	2409.00	2433.00	-0.14
Lme Aluminium	2194.00	2198.50	2182.50	2191.50	0.44
Lme Lead	2098.00	2111.00	2082.00	2097.00	-0.21
Lme Nickel	18725.00	18710.00	18700.00	18655.00	0.33

Ratio Update

Ratio	Price	Ratio	Price
Gold / Silver Ratio	84.22	Crudeoil / Natural Gas Ratio	29.82
Gold / Crudeoil Ratio	8.23	Crudeoil / Copper Ratio	10.46
Gold / Copper Ratio	86.10	Copper / Zinc Ratio	3.20
Silver / Crudeoil Ratio	9.77	Copper / Lead Ratio	3.77
Silver / Copper Ratio	102.23	Copper / Aluminium Ratio	3.46

TECHNICAL SNAPSHOT



BUY ALUMINIUM OCT @ 201 SL 199 TGT 204-206. MCX

OBSERVATIONS

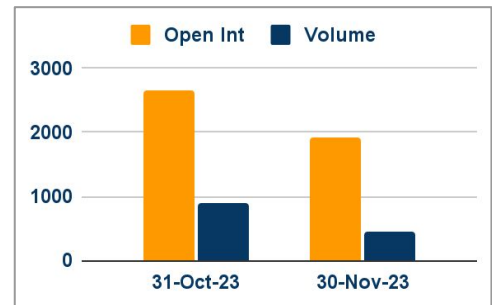
Aluminium trading range for the day is 201.1-204.3.

Aluminium dropped as the outlook of a hawkish Fed and a slowing Chinese economy.

China's primary aluminium output in September rose 5.3% from a year earlier

Primary aluminium output totalled 30.81 million tons in the first nine months of 2023, up 3.3% from 2022

OI & VOLUME



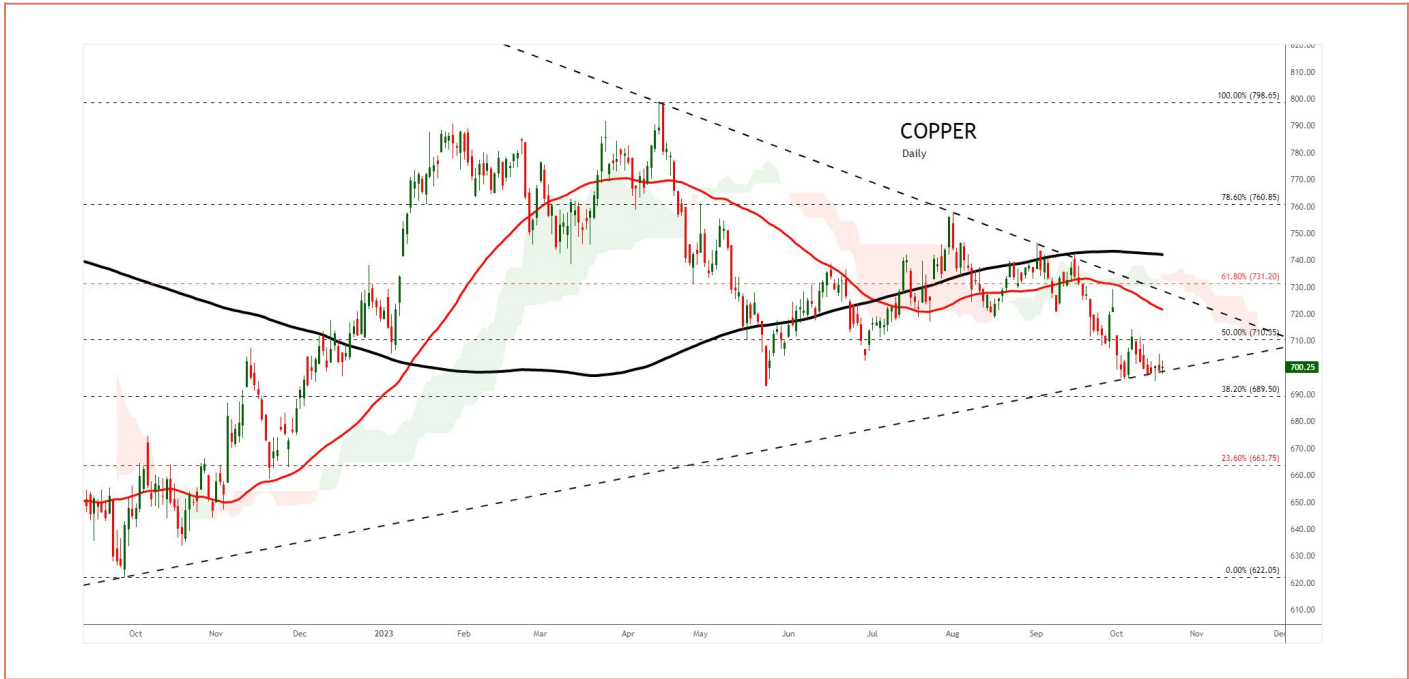
SPREAD

Commodity	Spread
ALUMINIUM NOV-OCT	1.10
ALUMINI NOV-OCT	0.60

TRADING LEVELS

Commodity	Expiry	Close	R2	R1	PP	S1	S2
ALUMINIUM	31-Oct-23	202.70	204.30	203.60	202.70	202.00	201.10
ALUMINIUM	30-Nov-23	203.80	205.10	204.40	204.00	203.30	202.90
ALUMINI	31-Oct-23	203.75	205.80	204.80	204.20	203.20	202.60
ALUMINI	30-Nov-23	204.35	205.90	205.10	204.60	203.80	203.30
Lme Aluminium		2191.50	2207.00	2199.50	2191.00	2183.50	2175.00

TECHNICAL SNAPSHOT



BUY COPPER OCT @ 697 SL 693 TGT 703-708. MCX

OBSERVATIONS

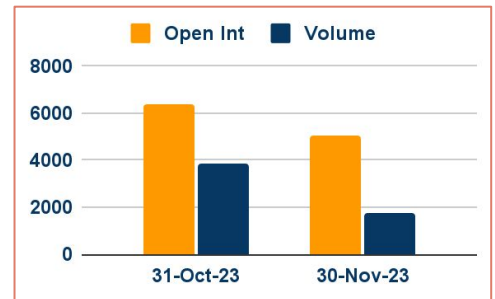
Copper trading range for the day is 695.2-705.2.

Copper settled flat after LME inventories rose to a two-year high

China's Sept refined copper output jumps 14.5% y/y

Antofagasta expects copper output up to 710,000 t in 2024

OI & VOLUME



SPREAD

Commodity	Spread
COPPER NOV-OCT	4.00

TRADING LEVELS

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COPPER	31-Oct-23	700.55	705.20	702.90	700.20	697.90	695.20
COPPER	30-Nov-23	704.55	710.50	707.60	703.90	701.00	697.30
Lme Copper		7972.50	8003.00	7988.00	8005.00	7990.00	8007.00

TECHNICAL SNAPSHOT



BUY ZINC OCT @ 218 SL 215 TGT 222-224. MCX

OBSERVATIONS

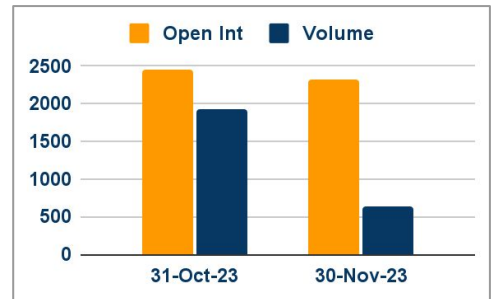
Zinc trading range for the day is 217.4-220.2.

Zinc prices dropped due to concerns about global demand.

In September 2023, China's refined zinc output was 544,000 mt, a growth of 3.31% month on month

ILZSG zinc supply will exceed usage by a hefty 248,000 tonnes with the surplus growing to 367,000 in 2024

OI & VOLUME

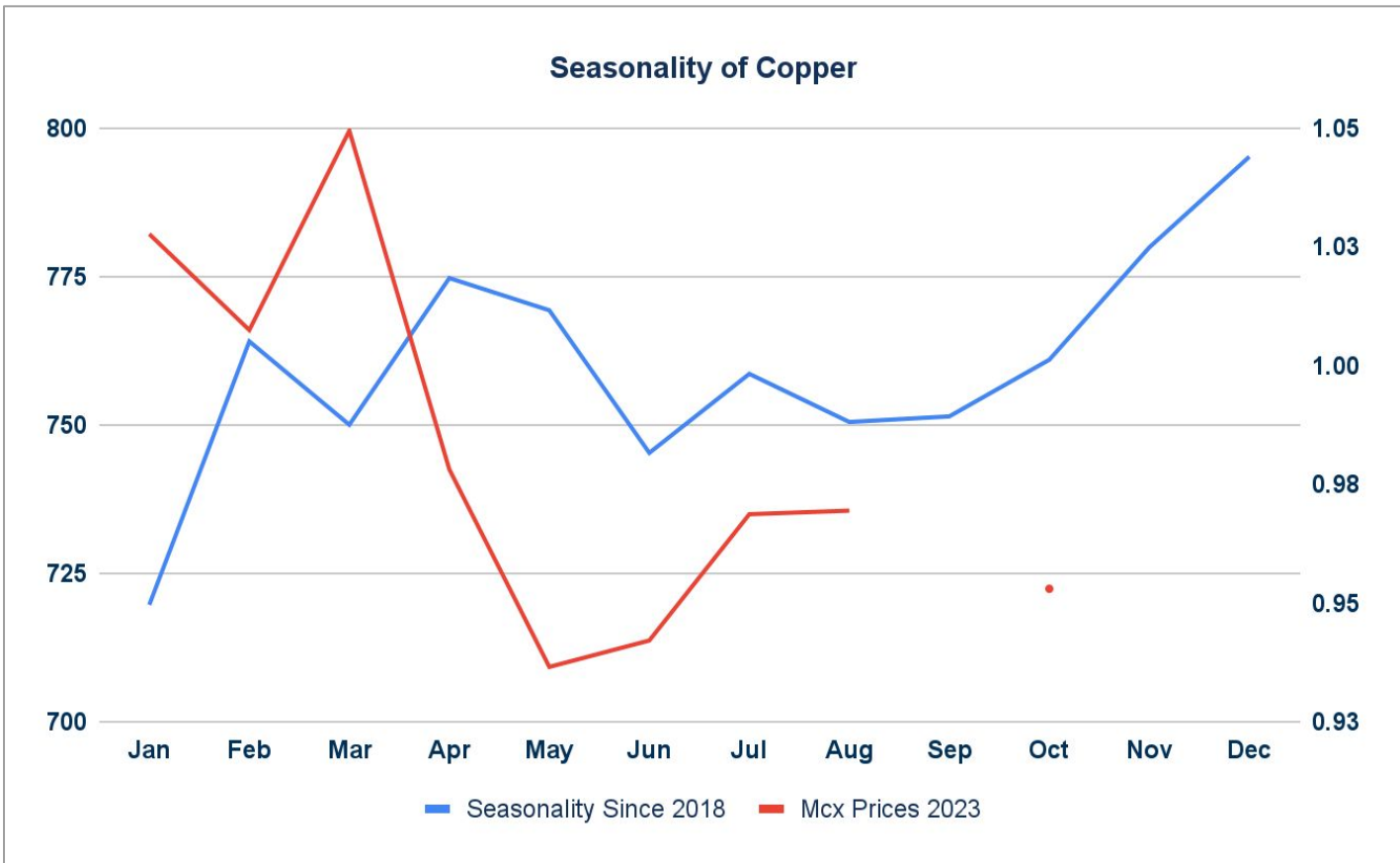
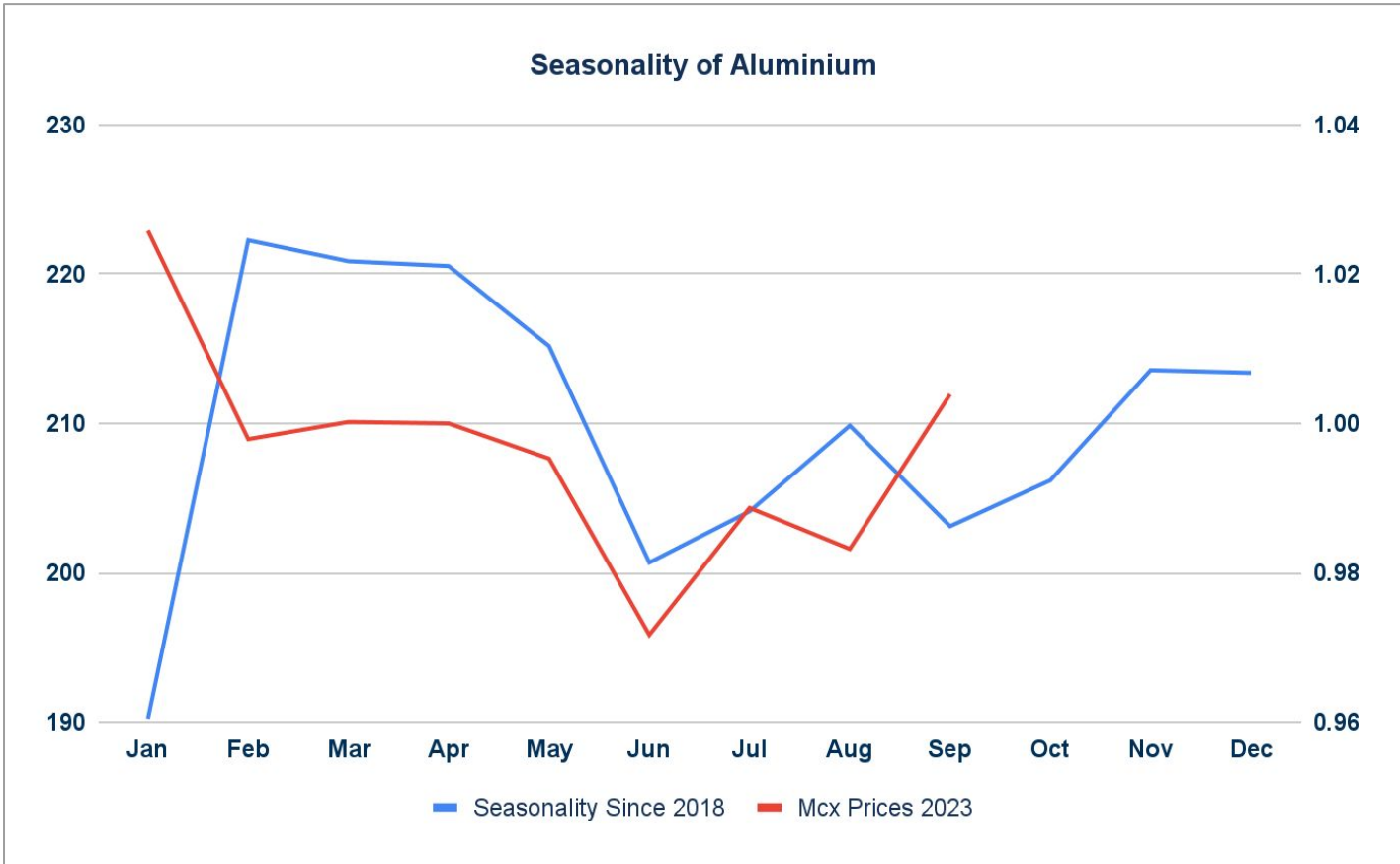


SPREAD

Commodity	Spread
ZINC NOV-OCT	1.60
ZINCMINI NOV-OCT	1.40

TRADING LEVELS

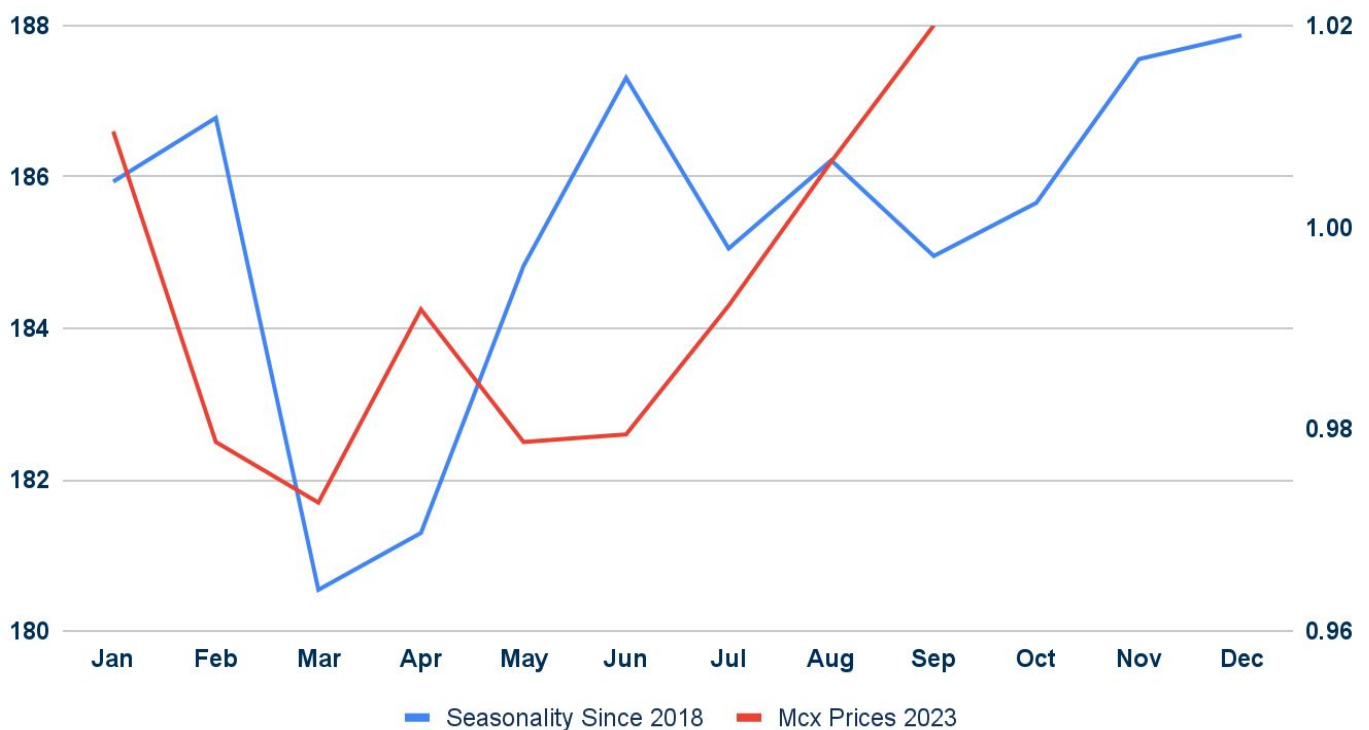
Commodity	Expiry	Close	R2	R1	PP	S1	S2
ZINC	31-Oct-23	218.85	220.20	219.60	218.80	218.20	217.40
ZINC	30-Nov-23	220.45	222.00	221.30	220.20	219.50	218.40
ZINCMINI	31-Oct-23	218.90	220.20	219.60	218.90	218.30	217.60
ZINCMINI	30-Nov-23	220.30	221.80	221.10	220.30	219.60	218.80
Lme Zinc		2433.00	2457.50	2445.00	2427.00	2414.50	2396.50



Seasonality of Zinc



Seasonality of Lead



Weekly Economic Data

Date	Curr.	Data
Oct 16	EUR	Trade Balance
Oct 16	USD	Empire State Manufacturing Index
Oct 16	USD	FOMC Member Harker Speaks
Oct 17	USD	FOMC Member Harker Speaks
Oct 17	EUR	German ZEW Economic Sentiment
Oct 17	EUR	ZEW Economic Sentiment
Oct 17	USD	FOMC Member Williams Speaks
Oct 17	USD	Core Retail Sales m/m
Oct 17	USD	Retail Sales m/m
Oct 17	USD	Industrial Production m/m
Oct 17	USD	Capacity Utilization Rate
Oct 17	USD	Business Inventories m/m
Oct 17	USD	NAHB Housing Market Index

Date	Curr.	Data
Oct 18	EUR	Final Core CPI y/y
Oct 18	EUR	Final CPI y/y
Oct 18	USD	Building Permits
Oct 18	USD	Housing Starts
Oct 18	USD	Crude Oil Inventories
Oct 19	USD	FOMC Member Harker Speaks
Oct 19	EUR	Current Account
Oct 19	USD	Unemployment Claims
Oct 19	USD	Philly Fed Manufacturing Index
Oct 19	USD	Existing Home Sales
Oct 19	USD	CB Leading Index m/m
Oct 19	USD	Natural Gas Storage
Oct 19	USD	Fed Chair Powell Speaks

News you can Use

U.S. single-family homebuilding rebounded in September, boosted by demand for new construction amid an acute housing shortage, but the highest mortgage rates in nearly 23 years could slow momentum and delay the overall housing market recovery. That was flagged by other data showing applications for loans to purchase a home plunged last week to levels last seen in 1995. In addition, the jump in housing starts partially recouped the decline in August. The reports followed on the heels of news on Tuesday that confidence among single-family homebuilders slumped to a nine-month low in October, with builders reporting lower levels of traffic. Single-family housing starts, which account for the bulk of homebuilding, increased 3.2% to a seasonally adjusted annual rate of 963,000 units last month, the Commerce Department said. Data for August was revised to show starts dropping to a rate of 933,000 units instead of 941,000 units as previously reported. The housing market had shown signs of stabilizing before mortgage rates resumed their upward trend late in the summer, with the rate on the popular 30-year fixed mortgage breaking above 7% in August. According to the Mortgage Bankers Association, the average contract interest rate on a 30-year fixed-rate mortgage rose 3 basis points to 7.70% last week, the highest since November 2000.

The International Monetary Fund (IMF) downgraded its 2023 and 2024 growth forecasts for China, saying its recovery was "losing steam" and citing weakness in its property sector. The world's second-largest economy is expected to expand by 5% this year and 4.2% next year, down from 5.2% and 4.5% in the IMF's April forecast, the institution said in a regional economic outlook report. "In China, the recovery is losing steam, with manufacturing purchasing managers' indexes entering contracting territory from April to August and conditions in the real estate sector weakening further," said the report. The report projected that a prolonged housing market correction in China would in the near-term "trigger greater financial stress among property developers and larger asset quality deterioration". The impact of that could cause China's gross domestic product (GDP) to decline by as much as 1.6% percent relative to the baseline by 2025, while world GDP would decline by 0.6% relative to the baseline, it added. The IMF's 2023 outlook for Asia and the Pacific was brighter, with IMF calling it "the most dynamic region this year".

This Report is prepared and distributed by Kedia Stocks & Commodities Research Pvt Ltd. Our SEBI REGISTRATION NUMBER - INH000006156. for information purposes only. The recommendations, if any, made herein are expressions of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale through KSCRPL nor any solicitation or offering of any investment /trading opportunity. These information/opinions/ views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by KSCRPL to be reliable. KSCRPL or its directors, employees, affiliates or representatives do not assume any responsibility for or warrant the accuracy, completeness, adequacy and reliability of such information/opinions/ views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of KSCRPL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information/opinions/views contained in this Report. The possession, circulation and/or distribution of this Report may be restricted or regulated in certain jurisdictions by appropriate laws. No action has been or will be taken by KSCRPL in any jurisdiction (other than India), where any action for such purpose (s) is required. Accordingly, this Report shall not be possessed, circulated and/ or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. KSCRPL requires such a recipient to inform himself about and to observe any restrictions at his own expense, without any liability to KSCRPL. Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in India.

KEDIA ADVISORY

KEDIA STOCKS & COMMODITIES RESEARCH PVT LTD

Mumbai, India

SEBI REGISTRATION NUMBER - INH000006156

For more details, please contact: +91 93234 06035 / 96195 51022

Email: info@kediaadvisory.com

Regd.Off.: 1, 2, 3 & 4, 1st Floor, Tulip Bldg, Flower Valley Complex, Khadakpada Circle,
Kalyan-(W), Mumbai-421301

