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 Commodity Research

## Price Movement

International Markets				
Spot	Close	Volume	% chg in volume	% chg in Price
<b>Gold - Daily</b>	727.7	2169	0.05	-0.005
<b>Gold - Weekly</b>	730.8	9112	-0.10	0.034
<b>Silver - Daily</b>	13.36	823	-0.40	-0.007
<b>Silver - Weekly</b>	13.5	6265	-0.02	0.084
<b>Nymex Light Sweet crude oil - Daily</b>	81.93	203173	-0.15	0.012
<b>Nymex Light Sweet crude oil - weekly</b>	79.1	1385985	0.38	0.031
<b>Natural Gas - Daily</b>	6.36	74175	0.02	0.048
<b>Natural Gas- Weekly</b>	6.08	363407	-0.09	-0.032

Domestic Markets (Exchange NCDEX)			
Expiry	Close	Volume	% chg in volume
<b>Gold Futures- Daily</b>			
19 October 2007	9362	2247	0.01
20 September 2007	9415	81	-0.64
<b>Gold Futures - Weekly</b>			
19 October 2007	9452	13130	2.45
20 September 2007	9372	504	-0.96
<b>Silver Futures- Daily</b>			
19 October 2007	17713	47430	0.07
20 September 2007	17319	1380	-0.71
<b>Silver Futures - Weekly</b>			
19 October 2007	17852	303480	0.86
20 September 2007	16922	226290	-0.05

Domestic Markets (Exchange MCX)			
Expiry	Close	Volume	% chg in volume
<b>Gold Futures- Daily</b>			
05 December 2007	9441	6632	0.10
05 October 2007	9343	26973	-0.08
<b>Gold Futures - Weekly</b>			
05 December 2007	9517	14984	0.92
05 October 2007	9420	153356	0.18
<b>Silver Futures- Daily</b>			
05 March 2007	18458	389	0.15
05 December 2007	18067	40833	0.07
<b>Silver Futures - Weekly</b>			
05 March 2007	18649	1784	0.73
05 December 2007	18217	197300	0.14
<b>Copper Futures- Daily</b>			
29 February 2008	314.6	1708	-0.41
30 November 2007	315.2	35153	-0.15
<b>Copper Futures- Weekly</b>			
29 February 2008	312.95	14719	0.12
30 November 2007	313.6	253110	-0.05
<b>Crude Futures - Daily</b>			
15 October 2007	3133	58868	0.23
14 September 2007	3075	3988	0.17
<b>Crude Futures - Weekly</b>			
15 October 2007	3221	219014	2.31
14 September 2007	3176	17772	4.32
<b>Natural Gas- Daily</b>			
20 October 2007	280.2	4930	-0.24
20 September 2007	251.9	4983	-0.70
<b>Natural Gas- weekly</b>			
20 October 2007	277.1	27644	2.63
20 September 2007	258.2	65260	0.43

## Gold-Silver Ratio



## Today's Economic Data- Global

	Event	Consensus	Previous
USD	Gross Domestic Product Annualized (2Q F)	3.9%	4.0%
USD	Personal Consumption (2Q F)	1.4%	1.4%
USD	GDP Price Index (2Q F)	2.7%	2.7%
USD	Core PCE (QoQ) (2Q F)	1.3%	1.3%
USD	Initial Jobless Claims (SEP 22)	320K	311K
USD	Continuing Claims (SEP 15)	2560K	2544K
USD	New Home Sales (AUG)	830K	870K
USD	New Home Sales (MoM) (AUG)	-4.6%	2.8%

## Benchmark Currency Rates

	USD	EUR	JPY	GBP	CHF	CAD	AUD	HKD
HKD	7.7678	10.9853	0.0672	15.6695	6.645	7.7473	6.8229	
AUD	1.1385	1.6101	0.0099	2.2966	0.9739	1.1355		0.1466
CAD	1.0026	1.4179	0.0087	2.0226	0.8577		0.8807	0.1291
CHF	1.169	1.6532	0.0101	2.3581		1.1659	1.0268	0.1505
GBP	0.4957	0.7011	0.0043		0.4241	0.4944	0.4354	0.0638
JPY	115.53	163.3825		233.0494	98.8306	115.2247	101.4758	14.8728
EUR	0.7071		0.0061	1.4264	0.6049	0.7052	0.6211	0.091
USD		1.4142	0.0087	2.0172	0.8555	0.9974	0.8784	0.1287

Source: Bloomberg

## World Currencies- Asia/ Pacific

CURRENCY	VALUE	CHANGE	% CHANGE
USD-JPY	115.5500	0.0000	0.0000%
USD-HKD	7.7679	0.0032	0.0406%
AUD-USD	0.8783	0.0017	0.1939%
NZD-USD	0.7486	0.0036	0.4765%
USD-SGD	1.4935	-0.0040	-0.2688%
USD-TWD	32.8760	-0.0510	-0.1549%
USD-KRW	920.9500	0.0500	0.0054%
USD-PHP	45.0350	-0.1850	-0.4091%
USD-IDR	9140.0000	-12.5000	-0.1366%
USD-INR	39.6610	-0.0288	-0.0724%
USD-CNY	7.5142	-0.0054	-0.0712%
USD-MYR	3.4184	-0.0116	-0.3382%
USD-THB	31.6150	-0.0100	-0.0316%

Source: Bloomberg

## **Related Market News and Analysis**

### **Bullion**

- Gold creeps down on dollar. Gold drifted down on Thursday as the dollar's slight recovery against the euro prompted profit-taking, while platinum remained bullish, holding within sight of a 10-month high. Investors have been keen to lock in profits in gold and other commodities this week ahead of the end of the third quarter, but uncertainty over the outlook of the dollar and firmness in oil prices were expected to draw strong demand for the metal.
- Spot gold was trading at \$727.50/728.30 an ounce, slightly down from \$728.10/728.90 late in New York on Wednesday, when it dropped more than \$2. Bullion reached a 28-year high of \$739 on Friday, but this level was turning into a psychological resistance level.

### **Energy**

- Oil holds above \$80 as Mexico storm worries brew. Oil prices held above \$80 on Thursday, as traders balanced rising stockpiles in the United States against fears that a brewing storm could impact production in the Gulf of Mexico. U.S. crude for November delivery rose 25 cents to \$80.55 a barrel, after gaining 77 cents on Wednesday.
- A government report released on Wednesday showing U.S. crude stocks rose last week by 1.8 million barrels had briefly pushed oil prices deep into negative territory, before concerns over foul weather near Mexico's oil fields pushed them back up. U.S. crude oil stocks rose last week on an increase in imports and as refinery operations eased to their slowest pace since March, according to weekly government data issued on Wednesday. Inventories of gasoline increased by 600,000 barrels, while distillate stocks jumped by 1.6 million barrels.
- While it was forecast to move westward slowly, away from Mexico's offshore platforms in the Bay of Campeche, traders are keenly sensitive to rough weather after a tropical depression briefly shut down nearly two-thirds of U.S. oil production in the Gulf of Mexico last week.
- Oil has been under pressure since last week's peak near \$84, due in part to concerns over economic growth amid a U.S. credit crunch, alongside profit taking.

### **Base Metals**

- U.S. copper futures settled with modest losses on Wednesday in reaction to a slight rebound in the dollar and bearish U.S. durable goods data that fanned slowdown concerns for the world's largest economy.
- In currencies, the dollar staged a recovery from record lows against the euro as investors ignored an unexpected steep fall in new orders for U.S. made durable goods in August, which backed expectations of a second Federal Reserve interest rate cut next month after last week's half-percentage-point cut. New orders for costly U.S.-made manufactured goods dropped at the sharpest rate in seven months during August, the Commerce Department said on Wednesday.
- Grupo Mexico, suffering from strikes at some of its Mexican mines, said on Tuesday it was permanently closing its Taxco silver and lead operation because of labor problems and dwindling reserves. Miners at Grupo Mexico's Cananea copper pit and smaller mines have been on strike since the end of July.
- Meanwhile, unions at Southern Copper in Peru said on Monday they filed documents with the company and the government to go on strike Oct. 2.
- On the production front, the International Monetary Fund saw Chile's copper output growing at about 3 percent per year over the medium term, rebounding after supply concerns in recent years.

### Pivot Points

COMMODITY	R4	R3	R2	R1	PP	S1	S2	S3	S4
MCX GOLD DEC 07	9733	9641	9522	9495	9457	9403	9365	9273	9181
MCX GOLD OCT 07	9646	9551	9456	9400	9369	9357	9333	9286	9219
MCX SILVER MAR 07	19293	19042	18791	18624	18551	18519	18457	18331	18163
MCX SILVER DEC 07	18916	18651	18386	18226	18121	17961	17856	17591	17326
MCX GOLD MINI OCT 07	9620	9533	9446	9395	9359	9308	9272	9185	9098
MCX SILVER MINI NOV 07	18897	18640	18383	18228	18145	18113	18049	17920	17741
MCX COPPER NOV 07	328	324	320	318	316	316	315	313	310
MCX ZINC SEP 07	131	127	123	121	119	117	115	111	107
MCX CRUDE OIL OCT 07	3388	3307	3226	3179	3145	3098	3064	2983	2902
MCX CRUDE OIL NOV 07	3324	3247	3170	3123	3093	3046	3016	2939	2862
MCX NATURAL GAS SEPT 07	313	294	275	264	257	245	238	219	201
MCX NATURAL GAS OCT 07	304	296	288	284	280	276	272	264	256

Projected High and Lows of the day *			
Commodity	Projected High	Projected Low	Average Price
<b>Exchange MCX</b>			
<b>Gold Oct</b>	<b>9403</b>	<b>9308</b>	<b>9356</b>
<b>Silver Dec</b>	<b>18227</b>	<b>17962</b>	<b>18095</b>
<b>Crude Oct</b>	-----	<b>3100</b>	<b>3140</b>
<b>Copper Nov</b>	<b>318</b>	<b>313</b>	<b>316</b>
<b>Zinc Sep</b>	<b>121</b>	<b>117</b>	<b>119</b>

\* Please note that this are just projections and there is no assurance that the price will go to the highs and lows of the day or that the price may reverse from those high and low levels

## Outlook

### Gold



Spot Gold, it may find support at \$ 710/oz - \$ 690/ oz on a fall. A rise may find resistance at \$ 730/ oz till \$ 750/ oz.

**MCX Oct 07** can face resistance at Rs. 9380/10 gms – Rs. 9450/10 gms on a rise. A fall may take support at Rs. 9330 – Rs.9280.

### Silver



Spot Silver may find resistance at \$ 13.40 - \$ 15.00 / oz. A fall may take support at \$ 12.00 / oz till \$ 11.00 / oz.

**MCX Silver Dec 07** futures may face resistance at Rs. 18180/kg – Rs. 18300 kg on a bounce and may see support at Rs. 18040/kg – Rs. 17900 /- kg on a fall.

### Copper



**MCX Copper Nov 07** Futures may face resistance at Rs. 317/kg – Rs. 321 /kg on a bounce and may find support at Rs. 314/ kg – Rs. 312 /kg on a fall.

### Crude Oil



Light Sweet Nymex Crude Oil may face resistance at \$ 85.00 / bbl till \$ 90 / bbl on a rise from here. A fall may take support at \$ 75 / bbl – \$ 70 / bbl

**MCX Crude Oil Sept 07.** It may find resistance at Rs. 3225/bbl till Rs. 3260/ bbl on a rise . A fall may take support at Rs. 3150/ bbl till Rs. 3100/bbl.

## Natural Gas



Nymex Natural Gas may face resistance at \$ 6 / mmbtu till \$ 6.5 / mmbtu on a rise from here. A fall may take support at \$ 5 / mmbtu – \$ 4.5 / mmbtu

**MCX Natural Gas Oct 07.** It may find resistance at Rs. 282 / mmbtu till Rs. 286/ bbl on a rise . A fall may take support at Rs. 278/ mmbtu till Rs. 272/mmbtu.

## Zinc



**MCX Zinc Sept 07.** It may find resistance at Rs. 121 /kg till Rs. 123/ kg on a rise . A fall may take support at Rs. 118 kg till Rs. 116 / kg.

Kindly note all calls are intraday calls unless specifically mentioned “positional call”.

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