

Friday, November 06, 2020

Technicals



S&P 500	RSI (20:80)	Sto Fast
	52.26%	D 57.46% K 64.98%



Dow Jones	RSI (20:80)	Sto Fast
	54.45%	D 60.30% K 68.77%

U.S Stock Market

DJIA	S & P 500	NASDAQ
27752	3436.25	11790.25
+2.29%	+2.47%	+2.66%

Wall Street's main indexes jumped yesterday as investors bet on a Republican-held Senate that would block any moves by a Joe Biden administration to tighten regulation and raise taxes on corporate America, even as the presidential election remained too close to call. The tech-heavy NASDAQ gained 2.7% and was within striking distance of its Sept. 2 record closing high. The Philadelphia SE semiconductor index surged 4.1% to hit its own all-time high, while communication services led gainers among S&P indexes. The materials index also hit a record high, boosted by a 7.6% rise in shares of U.S.-German industrial gas producer Linde after it raised its expectations for full-year earnings. With President Donald Trump and his Democrat rival Biden still awaiting clarity from the battleground states expected to decide the election, investors were returning to the core setting of the past decade: buying stocks with the flood of extra monetary stimulus coursing through the financial system.

Major Economic Releases for Today

Period	Event	GMT	Forecast	Previous
SEP	Germany Industrial Production s.a. (MoM)	07:00	2.7 %	-0.2 %
OCT	U.S Nonfarm Payrolls	13:30	600 K	661 K
OCT	U.S Average Hourly Earnings (YoY)	13:30	4.6 %	4.7 %
OCT	U.S Unemployment Rate	13:30	7.7 %	7.9 %
OCT	Canada Unemployment Rate	13:30	8.8 %	9 %
OCT	Canada Average Hourly Wages (YoY)	13:30		5.43 %
OCT	Canada Net Change in Employment	13:30	100 K	378.2 K
	BoC's Governor Macklem speech	14:00		
SEP	U.S Consumer Credit Change	19:00	\$8.5 B	-\$7.22 B

Dow Jones Industrial Average

The Dow Jones Industrial Average added 2.01%. The best performers of the session on the Dow Jones Industrial Average were Dow Inc., which rose 5.86% or 2.72 points to trade at 49.17 at the close. Meanwhile, Caterpillar Inc. added 5.53% or 8.59 points to end at 163.81 and JPMorgan Chase & Co was up 4.25% or 4.26 points to 104.51 in late trade. The worst performers of the session were UnitedHealth Group Incorporated, which fell 0.64% or 2.28 points to trade at 352.28 at the close. McDonald's Corporation added 0.11% or 0.23 points to end at 215.10 and Merck & Company Inc. was up 0.37% or 0.30 points to 80.92.

NASDAQ 100

The NASDAQ index climbed 2.69%. The top performers on the NASDAQ Composite were Kayne Anderson Acquisition Corp which rose 177.97% to 27.880, Oncternal Therapeutics Inc. which was up 127.81% to settle at 3.44 and Hall of Fame Resort Entertainment Co which gained 86.32% to close at 3.54. The worst performers were Clovis Oncology Inc. which was down 21.08% to 4.47 in late trade, Amyris Inc. which lost 17.87% to settle at 2.160 and Houghton Mifflin Harcourt Co which was down 17.64% to 2.27 at the close.

Oil

Oil prices fell nearly 1% yesterday, weighed down by the steady rise in coronavirus infections and as the outcome of the U.S presidential election had still not been settled. U.S WTI crude was down 36 cents, or 0.9%, at \$38.79. The European Union's executive commission lowered its economic forecast, adding that said the economy would not rebound to pre-virus levels until 2023. Despite some surprisingly bullish crude data this week, the oil market will still need to contend with major demand uncertainties related to COVID-19. Italy posted its highest one day of infections yesterday, while the United States surpassed 100,000 infections in a day last week, a record. The Bank of England increased its bond-buying stimulus as it prepared for economic damage from new coronavirus lockdowns and the looming risk of Brexit. The bank said Britain's economy was set to shrink a record 11% over the course of 2020 overall.



Precious and Base Metals

Gold bounced to a more than three-week peak yesterday as increasing bets of a Joe Biden victory in the close U.S election boosted hopes for larger stimulus and dented the dollar, ahead of a Federal Reserve policy statement. Spot gold rose 1.4% to \$1,930.66 per ounce, after hitting its highest since Oct. 12 at \$1,932.51. U.S gold futures gained 1.9% to \$1,932.80. The dollar has faded dramatically on the back of the expectation for the additional stimulus plan to get in place now that the elections are over. The dollar fell to a two-week low, making gold cheaper for holders of other currencies. Although Biden moved closer to victory yesterday, while incumbent President Donald Trump alleged fraud and called for recounts, investors remained wary of a divided Congress that could stymie Biden's fiscal policy. Beyond the U.S election, the broader macro backdrop remains supportive of elevated gold prices given our expectations of further dollar weakness, real rates remaining negative and further stimulus. Gold price risks stem from the fiscal stimulus negotiations, the Fed response as the FOMC could face a steepening yield curve if the election points to significant fiscal stimulus, and vaccine developments in response to COVID-19. New U.S jobless claims remained high, pointing to the intensifying pandemic and weak economic recovery. Silver gained 4% to \$24.87 an ounce. Platinum rose 2.6% to \$892.26, while palladium jumped 4.8% to \$2,399.36. Copper prices edged lower yesterday in thin trade, as volatility sparked by the U.S presidential election tapered off, with Democrat Joe Biden predicting victory over President Donald Trump after winning two critical U.S states. A softer U.S. dollar offered some support after slipping to its weakest level in more than two years against the yuan, making greenback-priced metals cheaper for holders of other currencies.

Traditional Agricultures

Soybean futures reached four-year highs in yesterday's trading session as continued dryness in South America's crop areas raised supply concerns at a time of brisk Chinese demand. Corn and wheat hit their highest in more than one week on strong demand and supply concerns.



Futures Settlement Price Thursday, November 05, 2020						
Instrument	Contract	Open	High	Low	Settlement	Net Change
Dow Jones	DJ	27407	28192	26906	27752	447
S & P 500	SP500	3362.5	3479.75	3319	3436.25	86.75
NASDAQ 100	NSDQ100	11263.5	11839.25	11230.25	11790.25	558.25
Gold	GO	1910.5	1917.6	1881.7	1902.6	-7.9
Silver	SL	2433.5	2459.5	2325.5	2395	-32.5
Copper	COPPER	310	312	302.85	310.4	0.5
Crude Oil	CRUDE	38.12	39.21	37.22	39.1	1
Platinum	PLATINUM	2433.5	2459.5	2325.5	2395	-32.5
Palladium	PALDIUM	310	312	302.85	310.4	0.5
Natural Gas	NGAS	38.12	39.21	37.22	39.1	1
Wheat	IWHEAT	607	610.25	597.25	605.5	-2.25
Soybeans	ISOYBEAN	1063.25	1087.5	1055.25	1085	21.75
Corn	ICORN	398.5	405.5	396.25	404.75	4.75

Daily Swings (The Pivot Levels)							
Instrument	Trading Range						
	S3	S2	S1	Pivot	R1	R2	R3
Dow Jones	25755	26331	27041	27617	28327	28903	29613
S & P 500	3182.83	3250.92	3343.58	3411.67	3504.33	3572.42	3665.08
NASDAQ 100	10791.58	11010.92	11400.58	11619.92	12009.58	12228.92	12618.58
Gold	1847.77	1864.73	1883.67	1900.63	1919.57	1936.53	1955.47
Silver	2193.17	2259.33	2327.17	2393.33	2461.17	2527.33	2595.17
Copper	295.68	299.27	304.83	308.42	313.98	317.57	323.13
Crude Oil	35.82	36.52	37.81	38.51	39.80	40.50	41.79
Platinum	2193.17	2259.33	2327.17	2393.33	2461.17	2527.33	2595.17
Palladium	295.68	299.27	304.83	308.42	313.98	317.57	323.13
Natural Gas	35.82	36.52	37.81	38.51	39.80	40.50	41.79
Wheat	585.42	591.33	598.42	604.33	611.42	617.33	624.42
Soybeans	1032.08	1043.67	1064.33	1075.92	1096.58	1108.17	1128.83
Corn	389.58	392.92	398.83	402.17	408.08	411.42	417.33

Source: - News & Quotes (Courtesy: Reuters)

Disclaimer: This document has been prepared by IGI Finex Securities Limited and is for information purposes only. Whilst every effort has been made to ensure that all the information (including any recommendations or opinions expressed) contained in this document (the information) is not misleading or unreliable, IGI Finex Securities Limited makes no representation as to the accuracy or completeness of the information. Neither IGI Finex Securities Limited nor any director, officer or employee of IGI Finex Securities Limited shall in any manner be liable or responsible for any loss that may be occasioned as consequence of a party relying on the information. This document takes no account of the investment objectives, financial situation and particular needs of investors, who shall seek further professional advice before making any investment decision. This document and the information may not be reproduced, distributed or published by any recipient for any purpose.

Contact Details

IGI Commodity Team

Zaeem Haider Khan	(Head of Commodity)	Cell: 0321-4772883	Tel: (+92-42) 38303559-68	zaeem.haider@igi.com.pk
Syed Zeeshan Kazmi	(Manager)	Cell: 0321-4499228	Tel: (+92-42) 38303559-68	zeeshan.kazmi@igi.com.pk
Ehsan Ull Haq	(Commodity Trader - Lahore)	Cell: 0321-4861015	Tel: (+92-42) 38303559-68	ehsan.haq@igi.com.pk
Muhammad Naveed	(Branch Manager - Islamabad)	Cell: 0345-5599900	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Irfan Ali	(Branch Manager - Faisalabad)	Cell: 0300-7660778	Tel: (+92-41) 2540843-45	Irfan.ali@igi.com.pk
Asif Saleem	(Branch Manager - Rahim Yar Khan)	Cell: 0334-7358050	Tel: (+92-68) 5871652-56	asif.saleem@igi.com.pk
Mehtab Ali	(Branch Manager - Multan)	Cell: 0300-6348471	Tel: (+92-61) 4512003	mahtab.ali@igi.com.pk

IGI Finex Securities Limited

Trading Rights Entitlement Certificate (TREC) Holder of
Pakistan Stock Exchange Limited |
Corporate member of Pakistan Mercantile Exchange Limited

Head Office

Suite No 701-713, 7th Floor, The Forum, G-20,
Khayaban-e-Jami Block-09, Clifton, Karachi-75600
UAN: (+92-21) 111-444-001 | (+92-21) 111-234-234
Fax: (+92-21) 35309169, 35301780
Website: www.igisecurities.com.pk

Stock Exchange Office

Room # 134, 3rd Floor, Stock Exchange Building,
Stock Exchange Road, Karachi.
Tel: (+92-21) 32429613-4, 32462651-2,
Fax: (+92-21) 32429607

Lahore Office

Shop # G-009, Ground Floor,
Packages Mall
Tel: (+92-42) 38303560-69
Fax: (+92-42) 38303559

Faisalabad Office

Room #: 515-516, 5th Floor, State Life
Building, 2- Liaqat Road
Tel: (+92-41) 2540843-45
Fax: (+92-41) 2540815

Multan Office

Mezzanine Floor, Abdali Tower,
Abdali Road
Tel: (92-61) 4512003, 4571183

Islamabad Office

Mezzanine Floor, Office 5, 6 & 7, Kashmir Plaza,
Block- B, Jinnah Avenue, Blue Area
Tel: (+92-51) 2604861-2, 2604864, 2273439
Fax: (+92-51) 2273861

Rahim Yar Khan Office

Plot # 12, Basement of Khalid Market,
Model Town, Town Hall Road
Tel: (+92-68) 5871652-3
Fax: (+92-68) 5871651