

Wednesday, December 02, 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
29752	3659.50	12463.50
+0.18%	+0.20%	+0.37%

The S&P 500 and Nasdaq Composite indexes closed at record highs yesterday, with investors betting a COVID-19 vaccine will be available soon, and more confident about a speedy economic recovery following upbeat Chinese factory data. Investors stayed focused on updates about a handful of vaccine candidates and the start of global shipments as drug makers submit paperwork for regulatory approvals. Pfizer Inc. jumped almost 3% after the drug maker and Germany's BioNTech SE sought emergency approval of their vaccine candidate from the European regulator. The partners are neck-and-neck with rival Moderna Inc., which also applied for emergency approval from the European regulator. Its stock tumbled nearly 8% from a record high the day before. U.S data showed a recovery in manufacturing activity lost momentum in November. All 11 S&P 500 sector indexes rose, with communication services up 2% and the leading gains.

Major Economic Releases for Today

Period	Event	GMT	Forecast	Previous
OCT	Germany Retail Sales (YoY)	07:00	5.9 %	6.5 %
NOV	Switzerland Consumer Price Index (YoY)	07:30	-0.5 %	-0.6 %
OCT	Euro Area Producer Price Index (YoY)	10:00	-2.4 %	-2.4 %
OCT	Euro Area Unemployment Rate	10:00	8.4 %	8.3 %
NOV	U.S MBA Mortgage Applications	12:00		3.9 %
NOV	U.S ADP Employment Change	13:15	420 K	365 K
	Fed's Williams speech	14:00		
NOV	EIA Crude Oil Stocks Change	15:30	-2.272 M	-0.754 M
	Fed's Beige Book	19:00		

Dow Jones Industrial Average

The Dow Jones Industrial Average lost 1.09%. The best performers of the session on the Dow Jones Industrial Average were Apple Inc., which rose 3.59% or 4.19 points to trade at 120.78 at the close. Meanwhile, Intel Corporation added 1.39% or 0.66 points to end at 48.11 and Walmart Inc. was up 0.44% or 0.66 points to 152.26 in late trade. The worst performers of the session were Chevron Corp, which fell 4.11% or 3.75 points to trade at 87.56 at the close. Dow Inc. declined 3.74% or 2.07 points to end at 53.33 and The Travelers Companies Inc. was down 2.77% or 3.73 points to 130.71.

NASDAQ 100

The NASDAQ index added 0.01%. The top performers on the NASDAQ Composite were China Automotive Systems Inc. which rose 128.72% to 8.76, Sundial Growers Inc. which was up 100.13% to settle at 0.74 and Jaguar Health Inc. which gained 61.38% to close at 0.3389. The worst performers were Nikola Corp which was down 26.89% to 20.42 in late trade, Appian Corp which lost 25.76% to settle at 143.93 and Kandi Technologies Group Inc. which was down 25.70% to 10.12 at the close.

Oil

Oil prices extended losses to a second day yesterday after OPEC and its allies left markets in limbo by postponing a formal meeting to decide whether to lift output come January. U.S WTI settled down 79 cents, or 1.7%, at \$44.55. Prices extended losses in post-settlement trade after industry data from the American Petroleum Institute showed U.S crude inventories rose by 4.1 million barrels last week, compared with analysts' expectations in a Reuters poll for a draw of 2.4 million barrels. The Organization of the Petroleum Exporting Countries, Russia and other allies, a group known as OPEC+, delayed talks on next year's output policy to Thursday from Tuesday. OPEC+ had been expected to ease current production cuts of 7.7 million bpd by 2 million bpd from January. However, the group has been considering extending existing cuts of about 8% of global demand into the first months of 2021, a position backed by de facto OPEC leader Saudi Arabia, sources said.



Precious and Base Metals

Gold jumped over 2% yesterday, rebounding from a five-month low in the last session, and silver soared over 5%, as the dollar slid, with U.S stimulus bets due to mounting COVID-19 cases adding to bullion's appeal as an inflation hedge. Spot gold climbed 1.9% to \$1,810.02 per ounce. U.S gold futures gained 1.8% to \$1,808.90. Gold plunged to \$1,764.29 on Monday, a trough since July 2, driven by a rush to riskier assets. We saw gold recapture the \$1,800 level and a lot of that has to do with the weakening dollar trade. Unwind of the gold trade has run its course and we are likely to see more efforts from the U.S Congress to support the economy. Making gold more attractive to investors holding other currencies, the dollar fell on expectations of more U.S stimulus. In remarks released on Monday, Federal Reserve Chair Jerome Powell highlighted challenges of production and mass distribution before the economic impact of a vaccine becomes clear. The Fed is going to remain fairly accommodative. Gold, considered a hedge against inflation and currency debasement, has risen 19% this year, helped by unprecedented stimulus to help coronavirus-hit economies. The bottom was in for gold now and we see prices north of \$2,000 next year. Gold's actually now in a new regime with vaccines a likely catalyst for higher inflation expectations as the economy recovers, supporting gold longer term, especially amid lower real rates. Silver was up 4.9% to \$23.71 an ounce, having risen more than 5% earlier. Rising industrial demand should help silver outperform gold. Platinum rose 3.3% to \$996.92 and palladium rose 2% to \$2,419.52. Copper prices hit their highest since 2013 yesterday as data showed manufacturing expanding rapidly in Europe, the United States and Asia in November, and coronavirus vaccines turned investors increasingly bullish about the economic outlook. Factory activity in China, the biggest metals user, accelerated at the fastest pace in a decade.

Traditional Agricultures

Wheat edged up today in Asian trading session, after suffering losses in the previous two sessions that dragged the market to its lowest in two months on lack of demand for U.S cargoes and improving global supply situation.



Futures Settlement Price Tuesday, December 01, 2020						
Instrument	Contract	Open	High	Low	Settlement	Net Change
Dow Jones	DJ	29658	30054	29612	29752	107
S & P 500	SP500	3630.75	3677.25	3626	3659.5	30.75
NASDAQ 100	NSDQ100	12336.3	12511.25	12312	12463.5	167
Gold	GO	1779.9	1820.8	1778.2	1818.9	39
Silver	SL	2268.5	2416.5	2265.5	2412	141
Copper	COPPER	345.1	352.1	344.7	350.35	5.3
Crude Oil	CRUDE	45.06	45.66	44.09	44.34	-0.69
Platinum	PLATINUM	866.1	872	863.5	866.6	0.5
Palladium	PALDIUM	2317.1	2364.2	2314.5	2337.4	20.8
Natural Gas	NGAS	3.005	3.061	2.996	3.021	0.016
Wheat	IWHEAT	586.25	588.5	573.75	577.25	-7.5
Soybeans	ISOYBEAN	1168.75	1175.75	1161	1162	-6.25
Corn	ICORN	426.75	428.5	420	420.25	-6.25

Daily Swings (The Pivot Levels)							
Instrument	Trading Range						
	S3	S2	S1	Pivot	R1	R2	R3
Dow Jones	29116	29364	29558	29806	30000	30248	30442
S & P 500	3580.00	3603.00	3631.25	3654.25	3682.50	3705.50	3733.75
NASDAQ 100	12147.33	12229.67	12346.58	12428.92	12545.83	12628.17	12745.08
Gold	1748.53	1763.37	1791.13	1805.97	1833.73	1848.57	1876.33
Silver	2161.83	2213.67	2312.83	2364.67	2463.83	2515.67	2614.83
Copper	338.60	341.65	346.00	349.05	353.40	356.45	360.80
Crude Oil	42.16	43.13	43.73	44.70	45.30	46.27	46.87
Platinum	854.23	858.87	862.73	867.37	871.23	875.87	879.73
Palladium	2263.50	2289.00	2313.20	2338.70	2362.90	2388.40	2412.60
Natural Gas	2.085	2.092	2.097	3.001	3.015	3.022	3.035
Wheat	556.42	565.08	571.17	579.83	585.92	594.58	600.67
Soybeans	1142.00	1151.50	1156.75	1166.25	1171.50	1181.00	1186.25
Corn	408.83	414.42	417.33	422.92	425.83	431.42	434.33

Source: - News & Quotes (Courtesy: Reuters)

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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