

Gold Prices Try 2-Week High

Gold Prices rose Friday as China returned from its week-long National Day holidays and US President Trump pushed for a new round of Covid Crisis stimulus spending from Congress. Despite the likelihood of yet more record Treasury borrowing whether Trump or Biden wins next month's White House election, longer-term interest rates meantime fell, erasing the last fortnight's spike to reach what were 21st Century lows after accounting for inflation forecasts when first hit in late-July.

The re-opened Shanghai Gold Exchange meantime saw bullion landed in China – the metal's No.1 consumer market – return from the National Day holidays at ¥404 per gram, its highest since mid-September's steep drop. Even with Dollar prices in London trading \$20 higher from when Shanghai shut on 30 September, that trimmed the discount for China gold vs. the global market to its smallest since late July, suggesting stronger demand vs. supply.

"Gold has rallied [in 2020] on huge stimulus from the US Federal Reserve and the government, and if that continues, it will support gold further."

(Source: <http://www.bullionvault.com/>)



Technical outlook:

MCX GOLD (DEC) futures chart has formed "Descending Channel" pattern on the daily time frame. Last few session ended in a Bullish tone, market is expected to continue the Bullish momentum based on the current price action. Once the prices break and sustain above the neckline resistance holding at 51300 then the upside rally could test 52200-53000 in the upcoming trading sessions. Alternatively, if the resistance holds strong then the market might turn bearish once again and the downside rally could test 49800-49000 levels on the upcoming sessions.

@ Futures	Expiry Date	Quotation/ Base Value	Close	WoW % change	52 wk H/L	S2	S1	Pivot	R1	R2	Trend
GOLD	04-Dec-20	10 GM	50817	0.63%	56379/48384	49458	50137	50560	51239	51662	UP
SILVER	04-Dec-20	1 KG	62955	3.37%	79723/49415	57917	60401	61821	64305	65725	UP
CRUDE OIL	19-Oct-20	Rs/bbl	2963	5.03%	3320/2718	2645	2803	2917	3075	3189	MODERATE
NG	27-Oct-20	Rs/mmBtu	201	9.24%	221/179	175	188	197	210	218	UP
COPPER	30-Oct-20	1 KG	528	6.30%	533/495	494	511	521	538	548	UP
NICKEL	30-Oct-20	1 KG	1104	5.54%	1165/1035	1015	1060	1084	1129	1154	UP
LEAD	30-Oct-20	1 KG	149	4.04%	157/142	139	144	147	152	154	UP
ZINC	30-Oct-20	1 KG	196	6.22%	199/181	176	185	191	201	206	UP
ALUMINIUM	30-Oct-20	1 KG	151	5.39%	151/142	141	146	148	153	156	UP