



Commodities Weekly

Issue 30-2024

Date: 24 Nov 2024

Bloomberg Commodity Index

98.97 ▲



Components (BCOM Index):

Energy: (WTI Crude Oil, Natural Gas, Brent Crude Oil, Low Sulphur Gas Oil, RBOB Gasoline, ULS Diesel)

Grains: (Corn, Soybeans, Soybean Meal, Chicago Wheat, Soybean Oil, Kansas HRW Wheat)

Industrial Metals: (COMEX Copper, LME Zinc, LME Aluminium, LME Nickel)

Precious Metals: (Gold, Silver)

Softs: (Sugar, Coffee, Cotton)

Livestock: (Live Cattle, Lean Hogs)

S&P GSCI

444.2844 ▲



Components of S&P Goldman Sachs Commodity Index (GSCI):

Energy: (Crude Oil, Natural Gas)

Grains: (Corn, Soybeans, Wheat)

Industrial Metals: (Aluminum, Copper, Zinc, Nickel, Lead)

Precious Metals: (Gold, Silver, Platinum)

Softs: (Sugar, Coffee, Cotton, Cocoa)

Livestock: (Cattle, Hogs)

Weekly Snapshot

Objective: Recent increase in commodity import and volatility in global market raised the concern for proper management of commodity prices. BRAC Bank Ltd. has always been highly active in introducing different hedging products as well as informing clients with latest market trends. In light of this we are issuing this commodity update to inform our clients about the latest trend and updates in global commodity market.

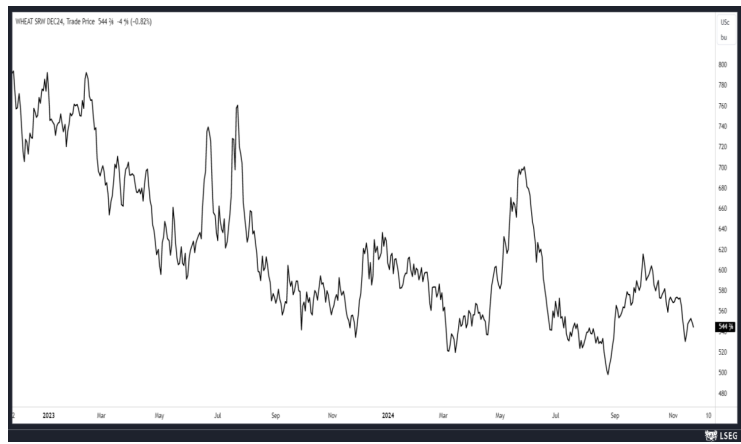
Commodity	Unit	Closing Price	% Δ Weekly	% Δ MoM	% Δ YoY	YTD High	YTD Low
Wheat	\$c/BSH	544.25	▲ 1.44%	▼ -4.60%	▼ -4.56%	720.00	493.50
Sugar	\$c/LBS	21.36	▼ -1.02%	▼ -6.07%	▼ -17.97%	24.62	17.52
Soybean	\$c/BSH	983.50	▼ -1.50%	▲ 0.10%	▼ -26.75%	1,289.50	936.25
Palm Oil	\$/Ton	1,039.64	▼ -8.70%	▼ -3.14%	▲ 24.30%	1,165.30	872.09
Cotton	\$c/LBS	71.65	▲ 7.26%	▲ 2.99%	▼ -9.76%	107.25	65.30
Brent Crude	\$/BBL	75.17	▲ 5.81%	▲ 2.75%	▼ -9.25%	92.18	68.68
LNG	\$/MMBTU	14.60	▲ 7.35%	▲ 5.80%	▼ -10.98%	14.60	8.30
Steel	\$/Ton	680.00	▼ -1.59%	▼ -4.90%	▼ -34.87%	1,135.00	654.00
SHFE Zinc	\$/Ton	3,473.19	▲ 0.48%	▼ -2.21%	▲ 16.94%	3,608.62	2,859.79
Indonesian Coal*	\$/Ton	114.43	▼ -12.76%	▼ -12.76%	▼ -18.15%	131.17	109.77
Australian Coal	\$/Ton	204.50	▲ 0.08%	▼ -0.97%	▼ -36.25%	336.00	176.00
Gold	\$/Ozs	2,712.55	▲ 5.91%	▼ -1.14%	▲ 2.68%	2,790.15	1,984.09

*Price published monthly once by Indonesian Govt

Wheat

Last Price USc **544.25**/BSH

CBOT wheat futures weakened on Friday on gains in the U.S. dollar and profit-taking after a rally earlier in the week. A rising dollar [.DXY](#) on Friday weighed on wheat futures as it made U.S. exports more expensive for holders of other currencies. Wheat is particularly sensitive to shifts in the dollar because so many countries export it. Russia [fired a](#) hypersonic intermediate-range ballistic missile at the Ukrainian city of Dnipro on Thursday in a further escalation of the 33-month-old war, leading to weekly gains in wheat futures as traders feared disruption in transportation from the Black Sea. CBOT March soft red winter wheat [WH25](#) settled down 4-3/4 cents at \$5.64-3/4 per bushel. K.C. March hard red winter wheat [KWH25](#) ended down 1-3/4 cents at \$5.65-1/2 cents a bushel and Minneapolis March spring wheat [MWEH25](#) fell to \$6.01-1/2.

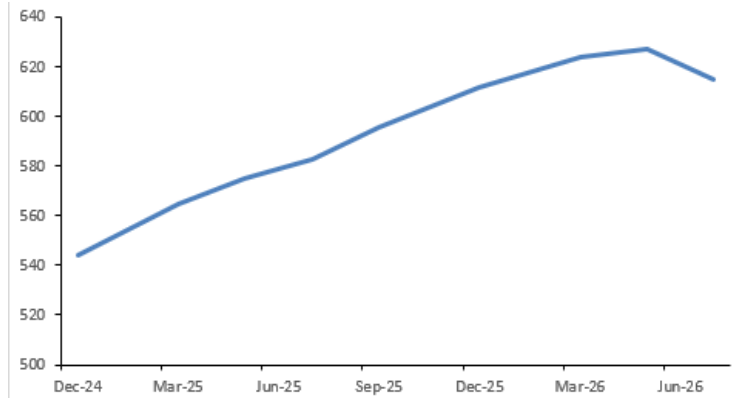


Technical:
Wheat falls on profit taking and dollar strength. Next level to watch 596.00.

Support:
519.50 = Mar 2024 Low
493.50 = Aug 2024 Low

Resistance:
596.25 = Sep 2024 High
614.50 = Apr 2024 High

Futures Curve



Sugar

Last Price USc **21.36**/LBS

March raw sugar [SBc1](#) was little changed at 21.36 cents per lb as the market continued to lack a clear overall trend.

March white sugar [LSUc1](#) was also stable at \$553.60 a ton.

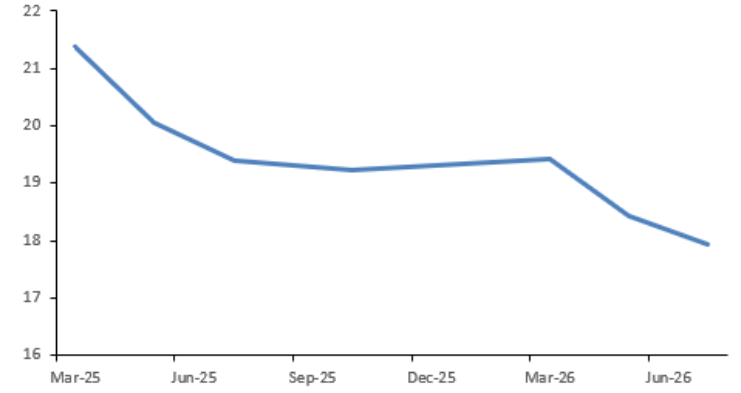


Technical:
Raw sugar slips further, next level to watch 21.00.

Support:
20.78 = Jul 2024 High
20.00 = May 2024 High

Resistance:
22.78 = Jul 2023 Low
23.45 = Oct 2024 High

Futures Curve



Soybean

Last Price USc **983.50**/BSH

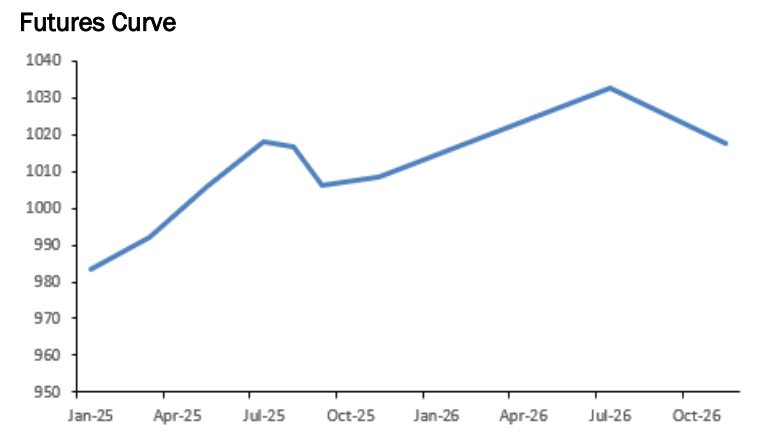
CBOT soybean futures rose on a technical bounce on Friday after hitting fresh contract lows on Thursday amid favorable South American weather and Brazil-China trade agreements being hammered out. Argentina's 2024/25 [soybean planting](#) progressed by 16 percentage points in the past week, reaching 35.8% of the 46 million acres projected for the season. Exporters sold 198,000 metric tons of soybeans to [unknown destinations](#) for 2024/25 delivery, the USDA reported on Friday. CBOT January soybeans [SF25](#) settled up 5-3/4 to \$9.83-1/2 a bushel. CBOT December soyoil [BOZ24](#) closed down 0.41 cents to \$41.77 cents per pound. CBOT December soymeal [SMZ24](#) finished down \$1.50 at \$289.20 per short ton. For the week, January soybeans [SF25](#) rose about 1.5%.



Technical:
Soybeans rose on technical trading after Thursday slide, next level to watch 950.00.

Support:
936.25 = Aug 2024 Low
910.00 = Jul 2020 High

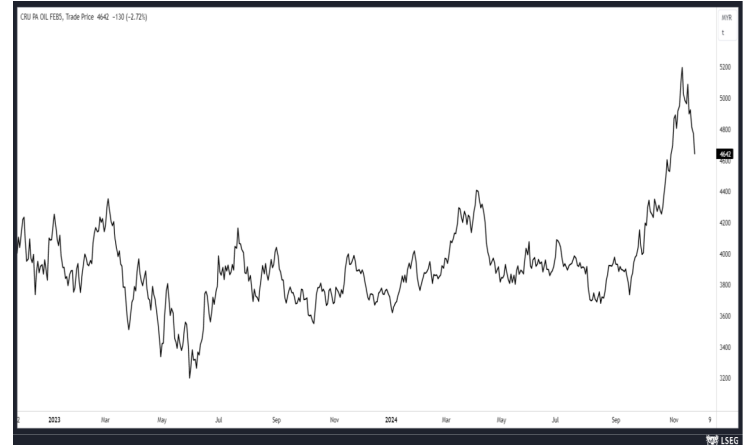
Resistance:
1,020.50 = Jul 2024 Low
1,065.50 = Oct 2024 High



Palm Oil

Last Price USD **1,039.64**/Ton

Malaysian palm oil futures closed lower on Friday to log their sharpest weekly fall in more than a year and a half, weighed down by looming demand worries and weak soybean oil prices. The benchmark palm oil contract [FCPOc3](#) for February delivery on the Bursa Malaysia Derivatives Exchange slid 132 ringgit, or 2.77%, to 4,640 ringgit (\$1,039.19) a metric ton at the close. The contract fell 8.81% this week, marking its second consecutive weekly decline and the largest weekly fall since April 2023. The ringgit [MYR=](#), palm's currency of trade, weakened 0.11% against the U.S. dollar, making the commodity cheaper for buyers holding foreign currencies. Indonesia's palm oil stocks climbed in [September](#) as exports and domestic consumption declined, while output slightly improved.



Technical:

Palm oil suffers worst week in 19 months with 8% drop, next level to watch 1,066.00.

Support:

970.69 = Mar 2024 Low

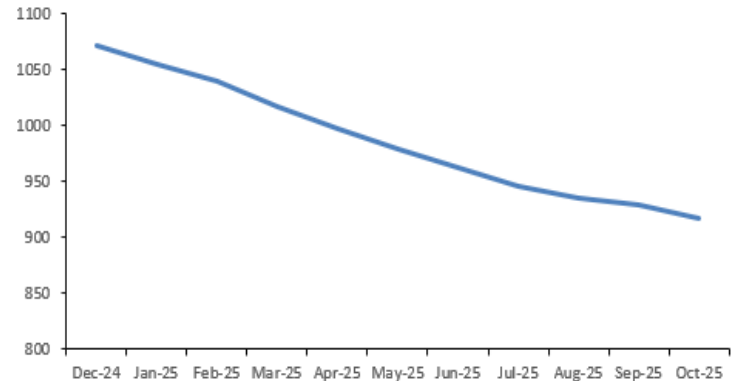
945.74 = Jul 2024 Low

Resistance:

1,165.30 = Oct 2021 High

1,301.37 = Jan 2022 High

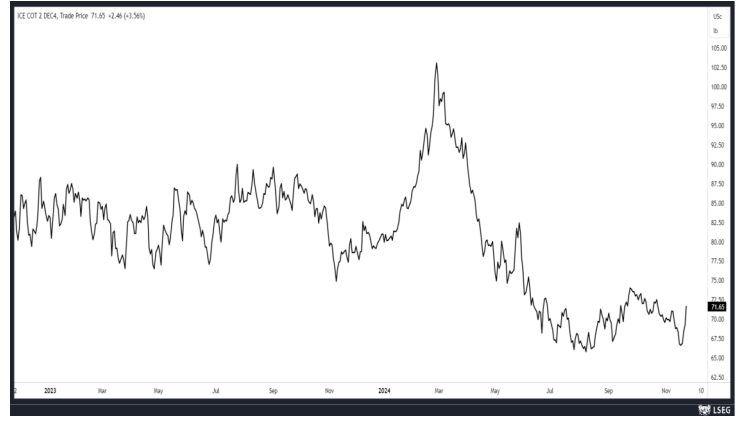
Futures Curve



Cotton

Last Price USc **71.65**/LBS

ICE cotton futures rose on a technical bounce on Friday, after dipping to a two-month low last week, while positive sentiment in the oil and grains markets also aided the natural fiber. The cotton contract for March [CTc2](#) rose 0.43 cent, or 0.61%, to 70.86 cents per lb. It has gained 2.9% so far for the week, in its best weekly performance since Sept. 16. The U.S. dollar [.DXY](#) edged up to a 13-month high, with little to stop the greenback's momentum as investors assessed the outlook for the Federal Reserve's interest rate path. Higher oil prices make cotton-substitute polyester more expensive.



Technical:

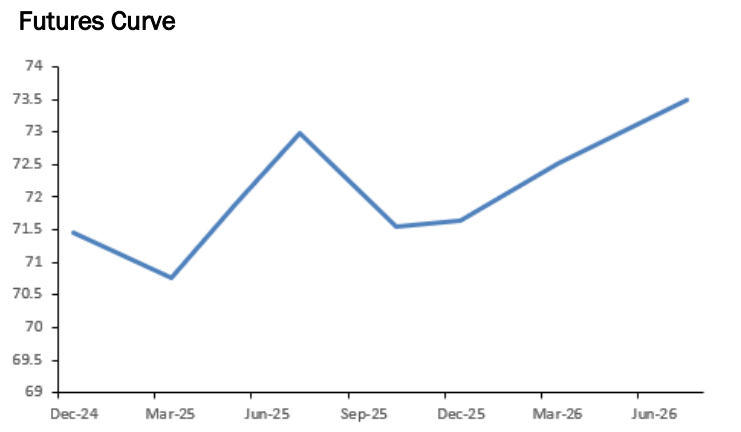
Cotton poised for weekly gain on technical bounce. Next level to watch 65.00.

Support:

65.30 = Aug 2024 Low
 57.26 = Jun 2020 Low

Resistance:

74.58 = Sep 2024 High
 76.53 = Jun 2024 High



Brent Crude

Last Price

USD **75.17** /BBL

Oil prices climbed about 1% on Friday, settling at a two-week high, as the intensifying war in Ukraine this week boosted the market's geopolitical risk premium. Brent futures rose 94 cents, or 1.3%, to settle at \$75.17 a barrel. U.S. West Texas Intermediate (WTI) crude [CLc1](#) rose \$1.14, or 1.6%, to settle at \$71.24. Both crude benchmarks were up about 6% for the week, their highest settlements since Nov. 7 as Moscow stepped up its [Ukraine offensive](#) after Britain and the U.S. allowed Kyiv to strike deeper into Russia with their missiles. China, the world's biggest oil importer, announced policy measures this week to boost trade, including support for energy product imports, amid worries over U.S. President-elect [Donald Trump's](#) threats to impose tariffs. Oil imports also increased in [India](#), the world's third biggest oil importer, as domestic consumption increased.

Technical:

Oil prices settle up 1% at 2-week high as Ukraine war intensifies, next level to watch 80.00.

Support:

68.68 = Sep 2024 Low

64.60 = Aug 2021 Low

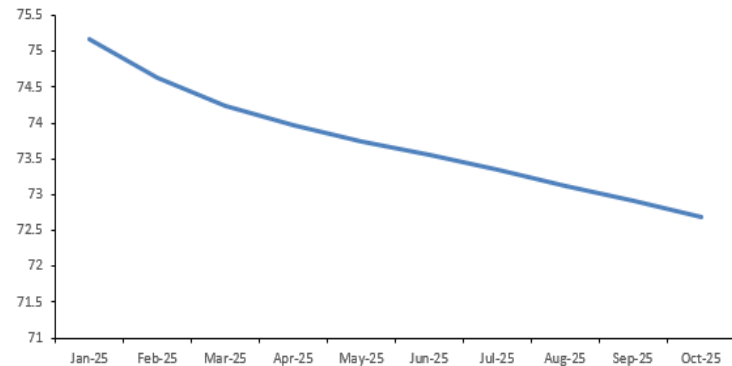
Resistance:

78.73 = Jun 2023 High

79.30 = Oct 2024 High



Futures Curve



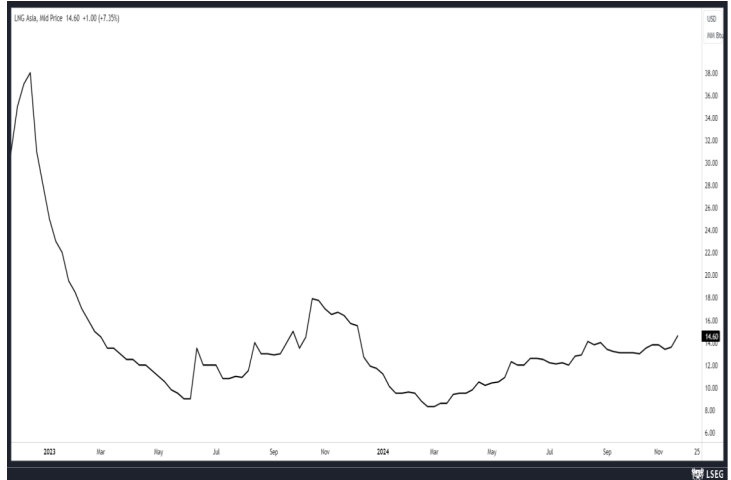
LNG

Last Price

USD **14.60**/MMBTU

Asian spot liquefied natural gas (LNG) prices rose this week to their highest level of the year so far, tracking gains in European gas and amid colder temperatures in both regions.

The average LNG price for January delivery into northeast Asia [LNG-AS](#) rose to \$14.60 per million British thermal units (mmBtu). Russia's Gazprom last weekend [halted](#) gas supplies to Austrian gas importer OMV in a dispute over payments, while Russia's war with Ukraine [intensified](#). In Japan, while lower temperatures have recently led to higher gas consumption and power prices, nuclear restarts could reduce reliance on gas-fired power generation and ease LNG demand. Argus assessed the price at \$14.790/mmBtu, while Spark Commodities assessed the December delivery price at \$14.635/mmBtu.



Technical:

Asian spot LNG gains amid colder weather, stronger Europe gas prices. Next level to watch 15.00.

Support:

12.60 = Jun 2024 High

12.00 = Jun 2024 Low

Resistance:

15.00 = Sep 2023 High

15.70 = Dec 2023 High

Steel (HRC)

Last Price USD **680.00**/ tons

Iron ore futures fell on Friday amid risk-off sentiment across the financial markets due to the intensifying Ukraine-Russia conflict, but they were on track for a weekly gain on solid demand. The most-traded January iron ore on China's Dalian Commodity Exchange (DCE) [DCIOcv1](#) traded 1.2% lower at 768.50 yuan (\$106.06) per metric ton at the midday break. Still, the contract was up 2.9% for the week. The benchmark December iron ore [SZZFZ4](#) on the Singapore Exchange was 1.3% lower at \$100.70 a ton as of 0507 GMT. It is up 5.5% for the week so far. Potential threats from possible tariffs on Chinese products could also dampen metals demand next year. Other steelmaking ingredients on the DCE fell, with coking coal [DJMcv1](#) down 0.5% at 1,285 yuan a ton, and coke [DCJcv1](#) falling 1.8% to 1,901.50 yuan. Steel benchmarks on the Shanghai Futures Exchange (SHFE) were also down.

Technical:

Iron ore slips on risk-off sentiment, but set for weekly gain. Next level to watch 650.00.

Support:

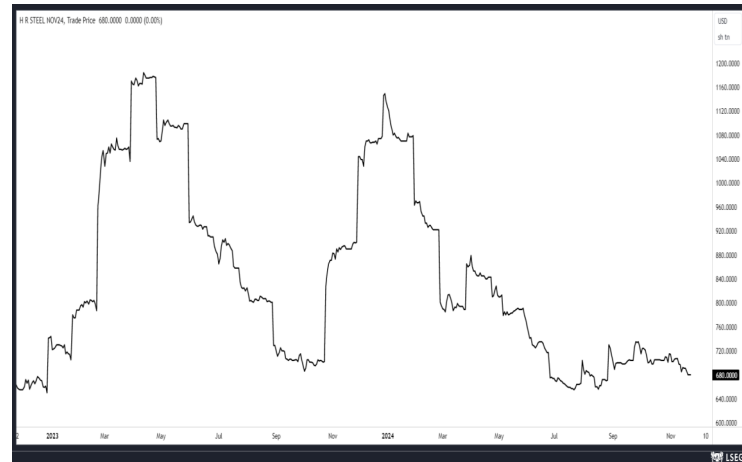
650.00 = Dec 2022 Low

645.00 = Nov 2022 Low

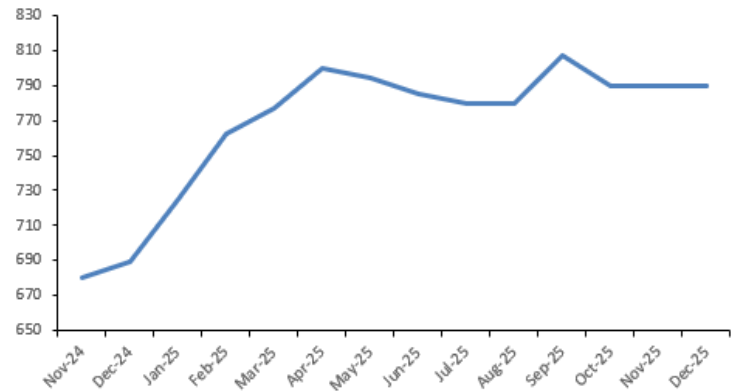
Resistance:

765.00 = Sep 2022 Low

783.00 = Mar 2024 Low



Futures Curve of SHFE Steel Futures



SHFE Zinc

Last Price USD **3,473.19**/Tons

The most-traded SHFE zinc 2412 contract opened at 25,255 yuan/mt. Initially, SHFE zinc followed the daily moving average upward, quickly reaching a high of 25,340 yuan/mt before the focus fell back to around the daily moving average. Towards the end of the session, reduced long positions led SHFE zinc to dip to a low of 25,165 yuan/mt, and it finally closed flat at 25,185 yuan/mt. Trading volume decreased to 56,418 lots, while open interest decreased by 1,375 lots to 95,789 lots. Overnight, SHFE zinc turned from gains to losses, but the daily K-line moved higher, supported by various moving averages below. Overnight, SMM social inventory decreased by 9,200 mt to 118,700 mt. Downstream consumption remained moderate, supporting zinc prices.



Technical:

Zinc price moves upward, next level to watch 3,500.00

Support:

3,361.27 = Aug 2024 High

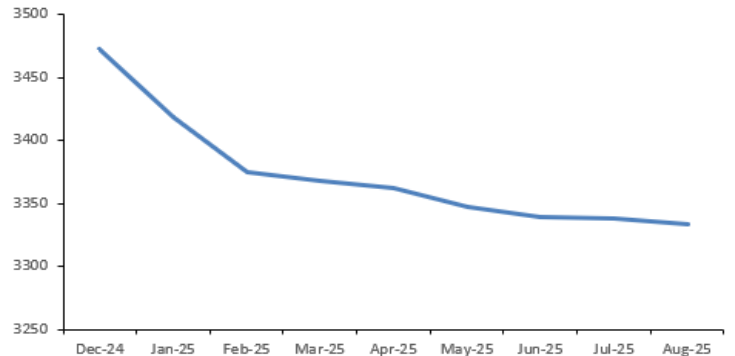
3,268.61 = Apr 2022 High

Resistance:

3,593.61 = Oct 2024 High

3,608.61 = May 2024 High

SHFE Zinc Forward Curve



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