



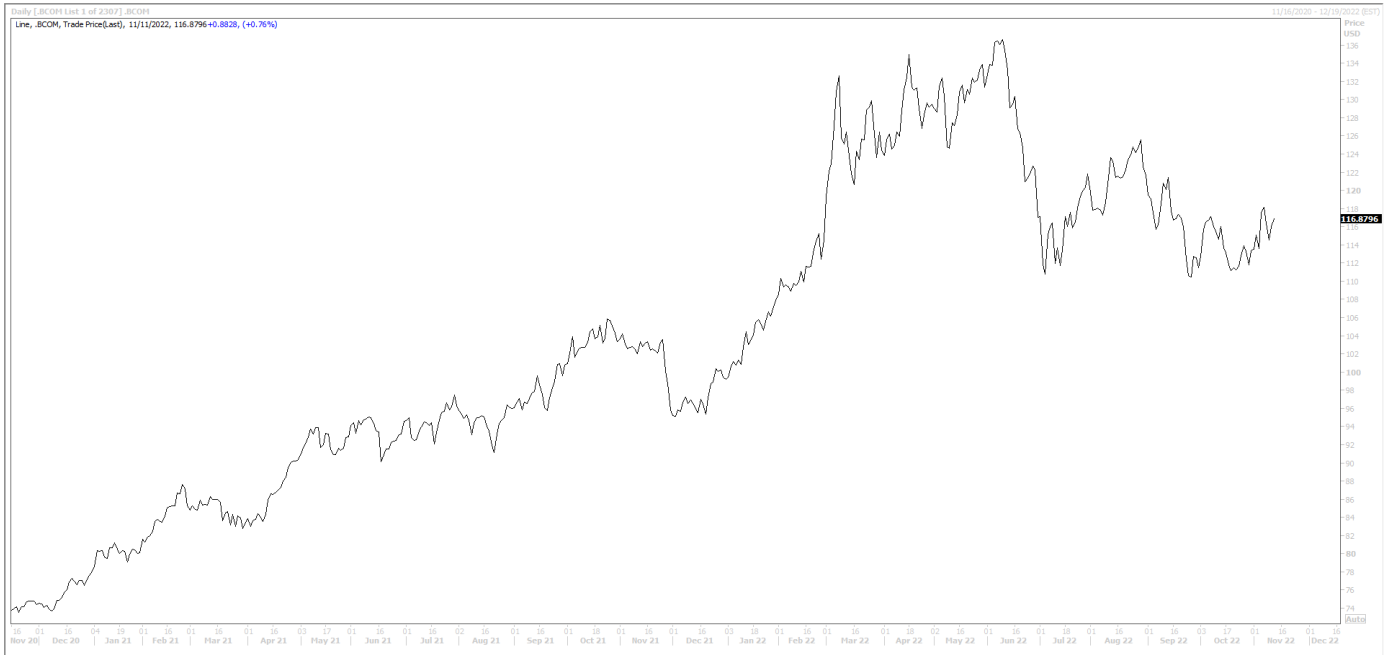
Commodities Weekly

Issue 31-2022

Date: 11 Nov 2022

Bloomberg Commodity Index

116.8796 ▼



Components:

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)

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 Name	Closing Price	% Δ Weekly	% Δ MoM	% Δ YoY	YTD High	YTD Low
Wheat	813.75	▼ 4.01%	▼ 9.68%	▲ 0.15%	1,425.25	731.50
Sugar	19.64	▲ 4.97%	▲ 4.80%	▼ 2.39%	20.41	17.40
Soybean	1,455.50	▲ 0.29%	▲ 5.76%	▲ 20.07%	1,769.00	1,344.00
Palm Oil	906.00	▲ 2.84%	▲ 21.53%	▼ 29.54%	1,947.00	680.00
Cotton	88.20	▲ 1.46%	▼ 0.74%	▼ 24.27%	158.02	72.11
Brent Crude	95.99	▼ 2.62%	▲ 1.80%	▲ 19.18%	128.00	78.98
LNG	26.00	▼ 7.14%	▼ 23.53%	▼ 11.86%	71.00	22.00
Steel	662.00	▼ 2.36%	▼ 10.05%	▼ 63.49%	1,541.00	658.00
LME Zinc	3,024.50	▲ 5.24%	▲ 3.28%	▼ 7.76%	4,498.50	2,697.00
Gold	1,770.69	▲ 5.38%	▲ 6.33%	▼ 4.88%	2,052.41	1,621.57

Wheat

Last Price

USc **813.75**/BSH

U.S. wheat futures closed higher on Friday on bargain buying, as the grain markets overall were bolstered by a rally in equities markets and a weaker dollar. News about negotiations on Friday between the United Nations and Russia on an extension to the agreement on a shipping corridor for Ukraine's grain exports. Chicago Board of Trade December soft red winter wheat [WZ2](#) settled up 10-1/4 cents at \$8.13-3/4 bushel. Wheat futures somewhat recovered a day after the CBOT December contract [WZ2](#) dipped to a two-month low, and continued uncertainty about grain exports from Ukraine because of Russia's invasion. But the contract was down 34 cents for the week. K.C. December hard red winter wheat [KWZ2](#) last traded up 18-1/4 cents at \$9.43-/12 a bushel.

Technical:

U.S. wheat futures rise on bargain buying, U.N.-Russia grain deal talks. Next level to watch 773.00.

Support:

773.00 = Sep 2022 Low

725.75 = Aug 2022 Low

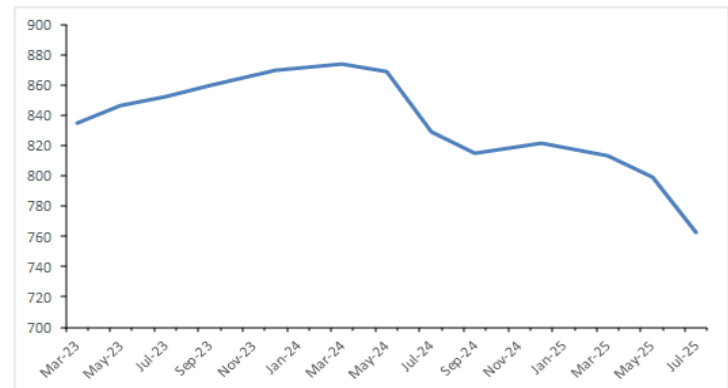
Resistance:

888.00 = Jul 2022 High

945.75 = Sep 2022 High



Futures Curve



Sugar

Last Price

USc **19.64**/LBS

March raw sugar [SBc1](#) settled up 0.03 cents, or 0.2%, at 19.41 cents per lb, after matching a 3-1/2-month peak of 19.43 cents from Wednesday. Brazil's centre-south region produced 2.11 million tonnes of sugar in the second half of October. S&P Global Commodity Insights forecast the region would produce just 1.88 million tonnes. December white sugar [LSUc1](#) settled up \$11.60, or 2.1%, at \$555.10 a tonne.



Technical:

Raw sugar near 4-month high, next level to watch 19.90.

Support:

18.75 = Sep 2022 Low

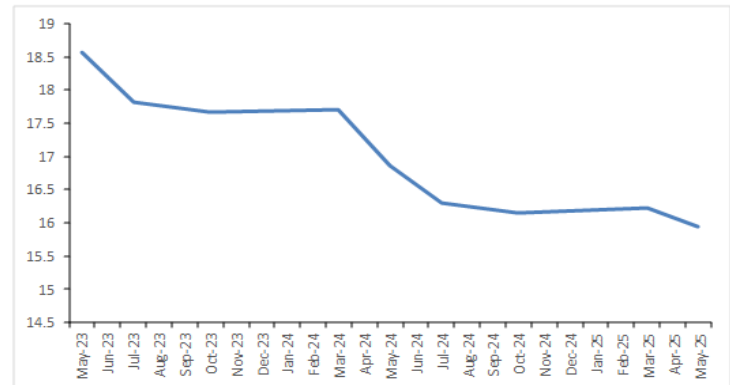
18.20 = Jun 2022 Low

Resistance:

19.90 = Dec 2021 High

20.51 = Apr 2022 High

Futures Curve



Soybean

Last Price USc **1,455.50**/BSH

Chicago Board of Trade soybean futures rallied on Friday, on hopes that [China's move](#) to ease some COVID-19 curbs might spur economic activity and boosting demand for goods including soybeans. China on Friday [shortened quarantine](#) by two days for close contacts of infected people and for inbound travelers, and removed a penalty for airlines for bringing in too many cases. CBOT January soybeans [SF3](#) settled up 27 cents at \$14.50 per bushel. For the week, the contract fell 12-1/4 cents a bushel. CBOT January soybeans [SF3](#) settled up 27 cents at \$14.50 per bushel. For the week, the contract fell 12-1/4 cents a bushel. Soyoil and soybeans also drew support on Friday as U.S. crude oil futures [CLc1](#) rose.



Technical:

Soybeans rise on demand hopes, China easing COVID restrictions, next level to watch 1,480.00.

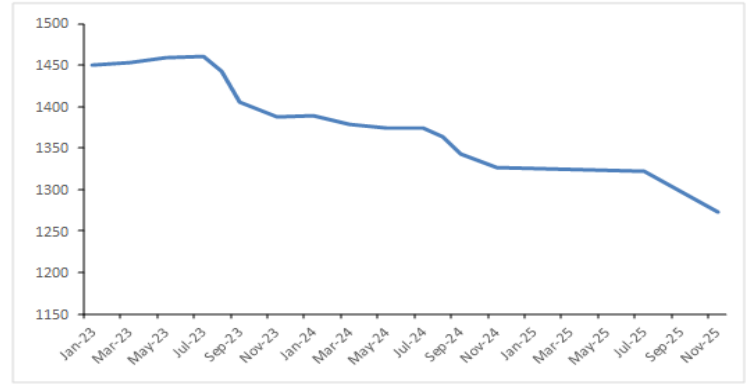
Support:

- 1,414.00 = Oct 2022 High
- 1,332.00 = Jan 2022 Low

Resistance:

- 1,480.00 = Jul 2021 Low
- 1,496.75 = Jan 2022 High

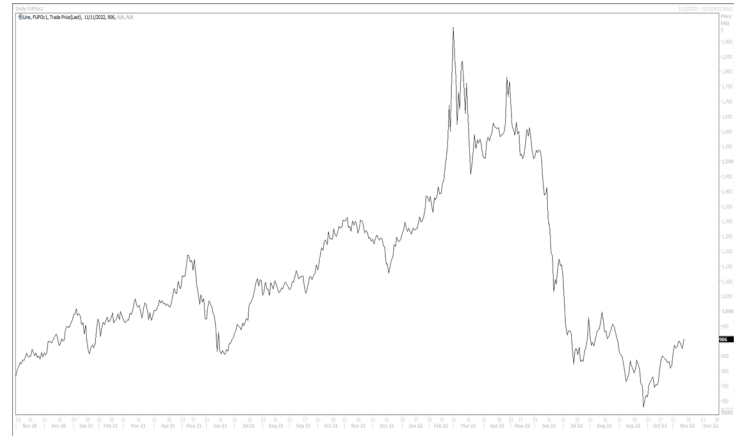
Futures Curve



Palm Oil

Last Price USD **906.00**/Ton

Malaysian palm oil futures climbed on Friday, supported by a surge in early November exports and Indonesia's plan to raise its export tax reference price, even as the contract fell for the week. After declining for three straight sessions, the benchmark palm oil contract [FCPOc3](#) for January delivery on the Bursa Malaysia Derivatives Exchange gained 112 ringgit, or 2.68%, to 4,290 ringgit (\$927.57) a tonne. For the week, palm slipped by 1.76%. In top palm oil producer Indonesia, Trade Ministry official Farid Amir said Jakarta plans to set the reference price of its crude palm oil higher at \$826.58 per tonne for Nov. 16-30 shipments. Dalian's most active soyoil contract [DBYcv1](#) rose 1%, while its palm oil contract [DCPcv1](#) gained 3.6%. Soyoil prices on the Chicago Board of Trade [BOcv1](#) were up 1.7%.



Technical:

Palm oil snaps three-day loss on higher Indonesia taxes, next level to watch 969.00.

Support:

853.00 = Dec 2020 Low

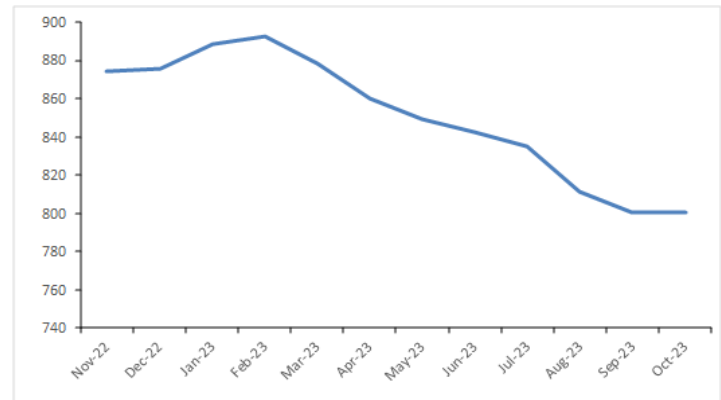
784.00 = Oct 2020 Low

Resistance:

969.00 = Dec 2020 High

997.00 = Aug 2022 High

Futures Curve



Cotton

Last Price

USc **88.20**/LBS

ICE cotton futures rose more than 2% on Friday and were heading for their second straight weekly rise, helped by a weaker U.S. dollar and strong demand prospects after top consumer China eased some of its COVID restrictions. The cotton contract for December [CTZ2](#) rose 1.77 cent, or 2.1%, to 88.15 cents per lb after gaining as much as 2.7% at 88.75 cents a lb. The front-month contract [CTc1](#) has risen 1.4% so far this week. The dollar fell across the board for a second straight day, making U.S. cotton cheaper for holders of other currencies to buy. [USD/](#) China eased some of its [strict COVID rules](#), including shortening quarantines by two days for close contacts of infected people and for inbound travelers.



Technical:

Cotton rises over 2% on softer dollar, China demand hopes. Next level to watch 90.00.

Support:

77.65 = Apr 2021 Low

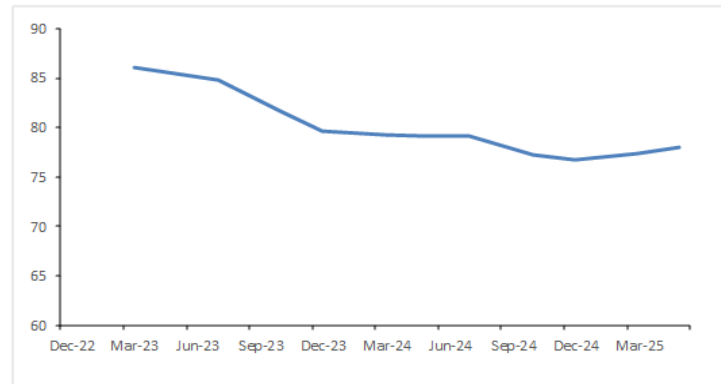
72.00 = Nov 2022 Low

Resistance:

90.85 = Jul 2022 Low

96.14 = Oct 2022 High

Futures Curve



Brent Crude

Last Price

USD **95.99**/BBL

Oil prices settled higher on Friday but fell week-on-week after health authorities in China eased some of the country's heavy COVID-19 curbs, raising hopes for improved economic activity and demand in the world's top crude importer. Brent crude [LCOc1](#) futures settled up \$2.32 at \$95.99 a barrel, extending a 1.1% rise from the previous session but falling 2.6% on the week. U.S. West Texas Intermediate (WTI) crude [CLc1](#) futures settled up \$2.49, or 2.9%, at \$88.96 a barrel, after climbing 0.8% in the previous session but down nearly 4% on the week. A weaker U.S. dollar also supported oil prices as it makes the commodity cheaper for buyers holding other currencies.



Technical:

Oil settles higher, posts weekly loss as China eases COVID curbs, next level to watch 92.00.

Support:

92.33 = Nov 2022 Low

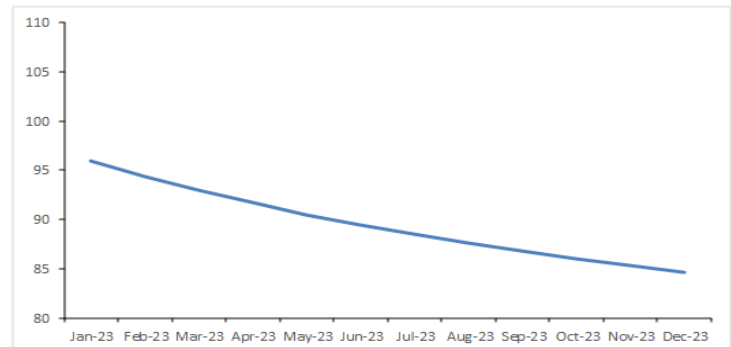
86.35 = Oct 2022 Low

Resistance:

105.48 = Aug 2022 High

114.75 = Jul 2022 High

Futures Curve

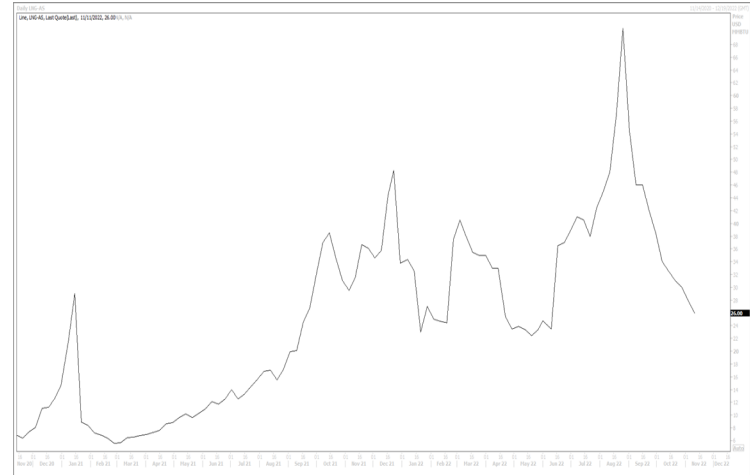


LNG

Last Price

USD **26.00**/MMBTU

Asian spot liquefied natural gas (LNG) prices slipped this week as mild temperatures and ample inventories in Asia and Europe muted buying activity. The average LNG price for December delivery into north-east Asia [LNG-AS](#) was \$26 per million British thermal units (mmBtu) this week, down \$2, or 7.1%, from the previous week. In Europe, S&P Global Commodity Insights assessed LNG prices on a delivered ex-ship (DES) basis into north-west Europe at \$21.646/mmBtu on Nov. 10, a discount of \$11/mmBtu to December Dutch gas prices, said global director of LNG Ciaran Roe, as high storage levels and mild weather dampen prices in Europe. Meanwhile, spot LNG freight rates in the Atlantic rose by \$7,750 to \$484,750 a day, according to Henry Bennett, head of pricing at Spark Commodities. The Pacific spot freight rates also rose from the previous week by \$8,250 to \$439,000 per day.



Technical:

Asia LNG prices slip as mild weather curbs demand , Europe. Next level to watch 23.50.

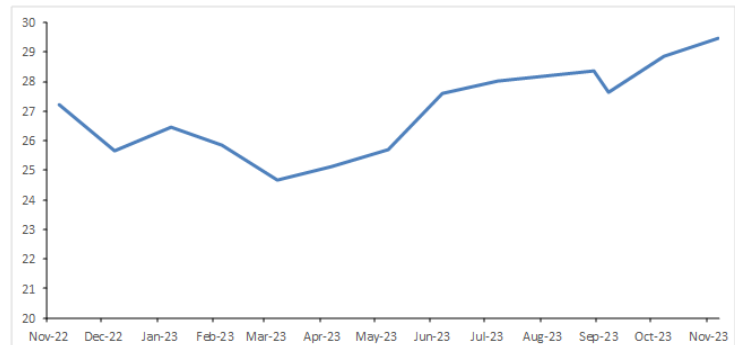
Support:

- 23.50 = Jun 2022 Low
- 19.90 = Sep 2021 Low

Resistance:

- 34.00 = Oct 2022 High
- 38.50 = Sep 2022 Low

Futures Curve



Steel (HRC)

Last Price USD **662.00**/ tons

Iron ore futures surged on Friday as China eased some of its COVID-19 rules, taking bold steps a day after the nation's new top leadership body stressed the need to minimise the impact of containing outbreaks on the world's second-biggest economy. Price benchmarks for steel products and other steelmaking inputs in China, the world's top steel producer, also stretched gains after authorities announced the [measures](#). The most-traded January iron ore on China's Dalian Commodity Exchange [DClOcv1](#) ended daytime trade 5% higher at 708.50 yuan (\$99.86) a tonne, after touching its highest since Oct. 12 at 720 yuan. On the Singapore Exchange, the steelmaking ingredient's benchmark December contract [SZZF22](#) climbed up to 8.2% to \$93.60 a tonne. On the Shanghai Futures Exchange, rebar [SRBcv1](#) rose 2.5%, hot-rolled coil [SHHCcv1](#) gained 2.1%, while stainless steel [SHSScv1](#) climbed 3.3%.

Technical:

Iron ore soars as China COVID curbs eased despite surge in cases. Next level to watch 622.00.

Support:

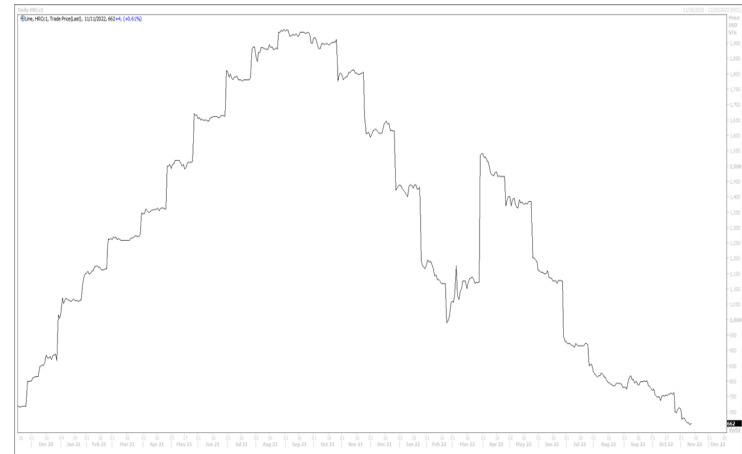
622.00 = Oct 2020 Low

596.00 = Mar 2020 High

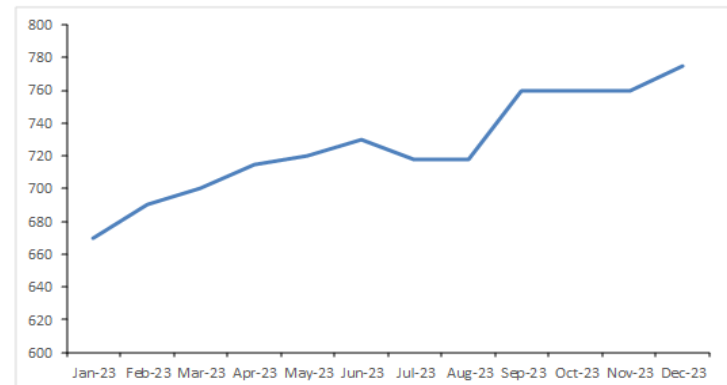
Resistance:

713.00 = Nov 2022 High

765.00 = Sep 2022 Low



Futures Curve of SHFE Steel Futures



LME Zinc

Last Price USD **3,024.50**/Tons

Shanghai nonferrous metals closed all with gains as the macro sentiment picked up palpably following the October US CPI disclosed overnight which grew more slowly than expected, and amid expectations that Chinese pandemic control will relax to some extent. Shanghai copper gained 1.49%, aluminium added 1.11%, lead jumped 1.46%, zinc advanced 1.38%, tin climbed 7.42%, and nickel rose 4.06%. The most-traded SHFE 2212 zinc closed up 1.38% or 325 yuan/mt at 23,905 yuan/mt, with open interest up 1,483 lots to 96,353 lots. The market sentiment was boosted by improving macro data as well as easing pandemic control in China. SHFE zinc rose as a result.



Technical:

Shanghai Nonferrous Metals Closed All with Gains amid Booming Market Sentiment, next level to watch 3,061.00.

Support:

2,758.00 = Apr 2021 Low

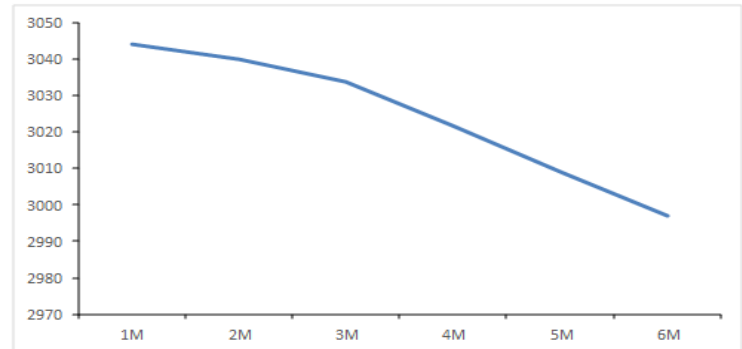
2,569.50 = Feb 2021 Low

Resistance:

3,061.00 = May 2021 High

3,061.00 = May 2021 High

LME Zinc Forward Curve



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