

**XFlow** MARKETS

# PULSE

COMMODITY-REPORT

23.03.2023



### COFFEE

**CMP – \$177.70**

COFFEE is trading at \$177.75, 0.06% down since previous close. The slight profit-booking can be seen in Coffee prices in later half of the previous session; however, a positive opening can be expected on Thursday. The softer USD on FOMC's less hawkish stance as expected & hinting for more gradual rate hikes in future in order to tame down inflation rate may turn out to be supportive for commodities. Earlier in this month, the prices rallied amid shortage of supplies concern across the world & changing weather conditions in Brazil; the major Coffee producing country. As seen in the chart, the Coffee is forming a consolidation phase around \$182-\$176 levels throughout this week which signals for a breakout on either side on short term basis.

**Resistance – \$180.34-\$182.80**

**Pivot -\$178.14**

**Support – \$175.05-\$173.10**

**Expected Trend- Sideways**



### SOYBEAN

**CMP- \$1452.03**

SOYBEAN is trading at \$1452.03, 0.06% up since previous day close. The Soybean slid down to five-month lows at \$1450 levels on Wednesday after the USDA report showed a rise in weekly exports & supplies of beans against steady demand. The changing climatic conditions in Argentina from drought to normal weather raises the Soybean output, for Argentina is a major producer of beans & hence, made the commodity less expensive. Globally, the lower U.S GDP forecast for the current fiscal year further weigh down the prices since this may reduce the demand of commodities from world's largest economy. Selling bias may be established in Soybean & the commodity may be expected to test next support level of \$1430 further.

**Resistance – \$1467.44-\$1484.76**

**Pivot -\$1455.22**

**Support – \$1439.90-\$1426.28**

**Expected Trend- Slight Bearish**



### NATURAL GAS

**CMP- \$2.207**

Natural Gas is trading at \$2.207, 0.04% down since previous day close. The tight range can be seen in Natural Gas prices since last session as traders & investors waits for the result of U.S Energy Information Administration (EIA) report which will be issued today with an expectation of drop-down in Natural gas inventory levels by 75B. If actual comes out to be in line with expectation, a reversal & an upside can be noticed; otherwise, a downside may be extended further. The decline in Oil prices & changing weather conditions in European & US regions made the Natural gas prices weaker as well. As seen in the chart, the Natural Gas is trading near previous lows of \$2.200 which acts as major support level. Slight selling bias may be suggested in Natural Gas on daily basis.

**Resistance -\$2.274-\$2.376**

**Pivot -\$2.212**

**Support – \$2.115-\$2.048**

**Expected Trend- Bearish**



## COPPER

**CMP- \$8900.3**

COPPER is trading at \$8900.3, 0.09% up since previous close. The softer USD made the commodities & base metals to trade on higher side on Wednesday & the same momentum can be seen in today's session as well. Majorly, the FOMC raised an interest rate by 25bps leading to 5.00% to 4.75% range as expected & hinted for more rate hikes in order to reduce inflationary pressure. The global commodities may see some kind of upside later on as Fed & other Central banks have announced for liquidity support to be provided to respective economies in order to stabilize global growth; which have been affected by banking crises. As seen in the chart, the Copper reversed up from MA (100) which shows the chances of strong upside if momentum prevails further.

**Resistance – \$8973.2-\$9045.35**

**Pivot –\$8846.70**

**Support- \$8773.88-\$8646.65**

**Expected trend- Bullish**

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