

XFlow MARKETS

PULSE

COMMODITY-REPORT

25.09.2023



COFFEE **CMP – \$150.52**

COFFEE traded at \$ 150.17, 0.21% down since previous close. The coffee prices moved down in last week & may open flat today on an account of mixed USD as Fed Powell hinted for hawkish stance with one more rate hike in this year followed by two rate hikes in the year 2024; which turned out to be negative for Brazilian Real (BRL) currency vis-à-vis Coffee prices. However, the changing climatic conditions in Brazil tuning drought like situation which affects the production & supplies of Coffee beans cushioned the prices; for Brazil is a major producer of beans. As seen in the chart, the Coffee seems to be consolidating near the short- & long-term Moving Averages which shows either side breakout. Slight selling bias may be recommended for the day in coffee.

Resistance – \$153.89-\$157.44 **Pivot -\$151.90**
Support – \$148.45-\$146.14 **Expected Trend- Bearish**



SOYBEAN **CMP- \$1292.03**

SOYBEAN is trading at \$1292.03, 0.04% down since previous day close. The tight range can be seen in Soybean prices since last two days amid mild changes in demand & supply ratio. The changing climatic conditions in Argentina may remain vital for Soybean prices; for Argentina is a top producer of beans. Globally, the Soybean seems to be trading weaker against the strong USD as Fed hinted for hawkish stance with one more rate hike in this year in order to control the stocky inflation rate. As seen in the chart, the Soybean is consistently trading below the short-term MA (10) & MA (20) & MA (100) & also, near the cluster support which indicates a selling pressure if downside breaches the current level.

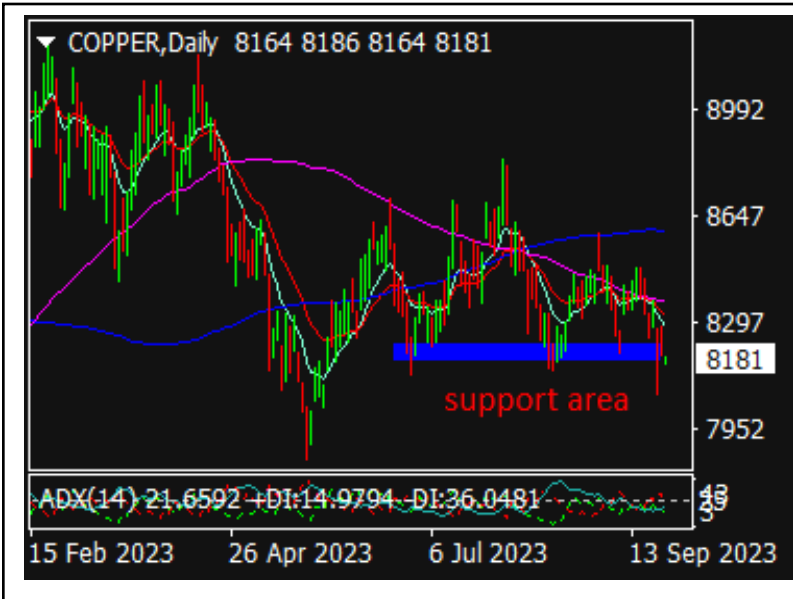
Resistance – \$1304.44-\$1307.76 **Pivot -\$1296.22**
Support – \$1291.90-\$1286.28 **Expected Trend- Bearish**



NATURAL GAS **CMP- \$2.875**

Natural Gas is trading at \$2.875, 0.09% up since previous day close. An upward momentum continued to be seen in Natural Gas prices on Monday after Russia imposes banned its fuel exports which might affect the supplies of energy commodities like Crude Oil & Natural gas. Last week, the U.S EIA report showed a rise in Natural Gas inventory levels by 64B higher than previous reading of 57B. This signals for more storage levels. Also, the rising consumption demand of heating fuels from U.S & European regions on account of change in weather conditions. As seen in the chart, the commodity seems to be firmly trading above the short-term Moving Averages of period 10 & 20 & hence, buying on lower level may be recommended for the day.

Resistance –\$2.910 -\$2.944 **Pivot -\$2.872**
Support – \$2.839-\$2.800 **Expected Trend- Bullish**



COPPER

CMP- \$8189

COPPER traded at \$8189.3, 0.01% up since previous close. The mild recovery can be seen in Copper prices after sliding down to lower levels of \$8100 in last week amid strong USD after U.S Fed hinted for hawkish stance with the chances of one more interest rate hike in this year. Last week, the Chinese PBoC cut-down its Reserve Requirement Ratio (RRR) by 25bps which may boost the industrial activities & hence, may increase the demand of copper later on since China is a major consumer of base metals. As seen in the chart, although the copper crossed down the cluster support level yet a reversal phase can be expected if sustained the current levels with heavy trading volume. The cautious trading may be seen for the day in copper.

Resistance – \$8260-\$8320

Pivot –\$8228

Support- \$8168-\$8136

Expected trend- Sideways

Contact us for any questions:

Email: support@xflowmarkets.com

Follow us on FB:



Everyday market analysis:



Follow us on Twitter:



Essential links:

Trading systems presentation - Learn and develop with us. XFlow Markets will provide you with all the help you need - free seminars, webinars and learning materials.

DISCLAIMER:

The content of this page has been prepared with care and diligence and with the knowledge of the author and are prepared for informative purpose only. The content of this page does not constitute investment advice. XFlow Markets does not take responsibility for investment decisions and for losses made under the influence of the information published on this website. The Client should always base his investment decisions on his own judgment. You should understand that these instruments are highly related with huge risk, and incase look for an independent advice if you have any doubts.