

PICK OF THE WEEK

Buy MCX Crude oil (March) around 3710 SL 3610 TGT 3840
Buy MCX Zinc (Mar) above 110 SL 105 TGT 115

INDEX

Commodity	Page No
Bullion	2
Base Metal	4
Energy	6
Economic Data	9

THIS WEEK'S RECOMMENDATION

Commodity	Recommendation
Gold	Buy MCX Gold (Apr) around 17000 SL 16850 TGT 17200
Silver	Buy MCX Silver (May) above 27280 SL 26700 TGT 27950
Copper	Buy MCX Copper (Apr) between 338-335 SL 325 TGT 353
Nickel	Buy MCX Nickel (Mar) above 1055 SL 1025 TGT 1090 Sell MCX Nickel (Mar) below 1000 SL 1025 TGT 970
Zinc	Buy MCX Zinc (Mar) above 110 SL 105 TGT 115
Lead	Buy MCX Lead (Mar) above 105 SL 100 TGT 111
Crude Oil	Buy MCX Crude oil (March) around 3710 SL 3610 TGT 3840
Natural Gas	Buy MCX Natural Gas (March) around 208 SL 198 TGT 220

REVIEW OF LAST WEEK' RECOMMENDATION

Commodity	Outcome
Gold	Successful
Silver	Successful
Copper	Price level not attained
Nickel	Successful
Zinc	Partial Successful
Lead	Successful
Crude Oil	Successful
Natural Gas	Unsuccessful

MULTI COMMODITY EXCHANGE (MCX)

Commodity	Contract	Open	High	Low	Close	Change In Price	%Change In Price
Gold	April	16812	17095	16640	16897	108.00	0.64
Silver	March	26165	27211	25890	27045	931.00	3.57

COMEX \$

Commodity	Contract	Open	High	Low	Close	Change In Price	%Change in price
Gold	Feb	1119.7	1145.8	1112.1	1135.2	16.30	1.46
Silver	March	16.53	17.515	16.33	17.382	0.86	5.21

TECHNICAL LEVELS

Commodity	Contract	S3	S2	S1	Pivot	R1	R2	R3
MCX Gold	April	16205	16422	16660	16877	17115	17332	17570
MCX Silver	March	24899	25394	26220	26715	27541	28036	28862
COMEX Gold	Feb	1082.57	1097.33	1116.27	1131.03	1149.97	1164.73	1183.67
COMEX Silver	March	15.45	15.89	16.64	17.08	17.82	18.26	19.01

ETF HOLDINGS (GOLD & SILVER)

ETF Holdings	22/02/10	26/02/10	+/-tonne during last week
Street Tracks Gold	1106.987	1116.120	9.133
Gold Bullion Securities (LSE)	119.400	118.800	-0.600
Gold Bullion Securities (ASX)	15.350	15.350	0.000
New Gold Debentures (JSE)	51.650	49.700	-1.950
COMEX Gold Trust (IAU)	77.440	77.570	0.130
Total Gold Holdings	1370.827	1377.540	6.713
I-shares Silver Trust	9446.400	9412.430	-33.970

FUNDAMENTAL COMMENTS

During the week, bullions witnessed the volatile session, supported with weakness in the fiat currency, equity market and better than expected economic release. Gold had managed to cross near January 2010 high and closed at \$1135 an ounce.

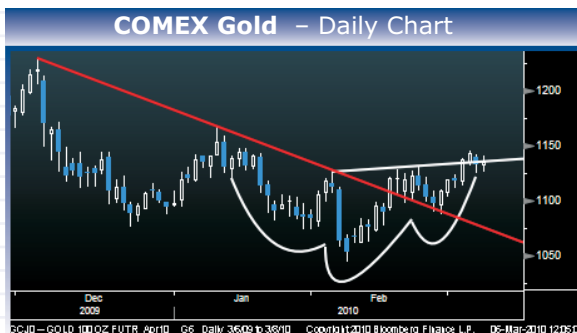
Bullions was signaled upwards movement helped by a rebound in the euro after Greece's president presented measures targeted at reducing the country's debt, helped by Positive jobless data, increased factory orders and increased personal spending.

China's gold output last year gained 11.3 percent to a record 313.98 metric tons, the Ministry of Industry and Information Technology, citing the China Gold Association. **Venezuela's** central bank will boost its gold reserves this year and will buy more than half the estimated 20 metric tons of domestic production, bank director Jose Khan said at an event in Caracas. The Venezuela's central bank, which has about \$16 billion of its \$30.6 billion of reserves in gold, purchased 1.08 tons of gold from domestic mines in the first two months of this year after buying just 2 tons in all of 2009.

Hedge-fund managers and other large speculators rose their net-long position in bullions, the net long position in Comex Gold outnumbered by 6750 contracts, or 3.4% while in Comex Silver net long position rose by 3,242 contracts, data released by **CFTC**. The Open interest wise Comex Gold Future added 482786 contracts or 43%, Comex Silver Future added 108,248 contracts or 28.7% during the week.

Gold holdings in the **SPDR Gold Trust**, the biggest exchange-traded fund backed by bullion, added 9.133 metric tons to 1116.120 metric tons as of week ended 4th March 2010, according to figures on the company's Web site. Comex Gold Trust unchanged their holding, during the Week but I-Share Silver Trust has reduced their holding by 33.97 metric tonnes.

TECHNICAL VIEW



Gold's rally in everything from dollars to euros to pounds is a sign of strengthening demand and the metal may return to its record of \$1,226.56 an ounce. Technically, bullions are in the bull trend and bullishness likely to remain for the time being. Comex Gold is facing resistance around \$1170 on downside support lies near \$1090.

COMEX Gold having support at \$1120 & \$1090 and resistance at \$1170 & \$1220

Buy MCX Gold (Apr) around 17000 SL 16850 TGT 17200

COMEX Silver having trend line support around \$ 16.27 and resistance at \$18.20 and \$18.90

Buy MCX Silver (May) above 27280 SL 26700 TGT 27950

WEEKLY MOVEMENT

Exchange	Contract	Open	High	Low	Close	Closing Change	%Closing Change
MCX Copper	March	338.15	349.45	335.1	344.05	11.55	3.47
LME Copper	3-month	7521.75	7634	7245.25	7545	350.00	4.86
COMEX Copper	March	340.85	348.7	329	341.75	13.35	4.07
MCX Nickel	March	977	1052.7	972.1	1021	18.30	1.88
LME Nickel	3-month	21188	23040	21126	22395	1220.00	5.76
MCX Lead	March	100	103.25	98.7	101.6	2.80	2.83
LME Lead	3-month	2217	2264	2139	2230	65.00	3.00
MCX Zinc	March	101.4	106.8	100	106.25	5.20	5.15
LME Zinc	3-month	2245	2359	2175	2349	154.00	7.02

WEEKLY CHANGE IN WAREHOUSE STOCKS

	LME Stocks (In Tonnes)	COMEX Stocks (In Tonnes)	Shanghai Stocks (In Tonnes)
Copper	543150 (-6575)	102192 (-1404)	148620 (-858)
Lead	169975 (+4900)		
Zinc	540700 (-1250)		

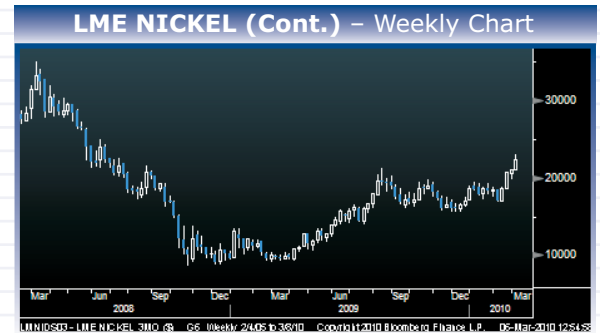
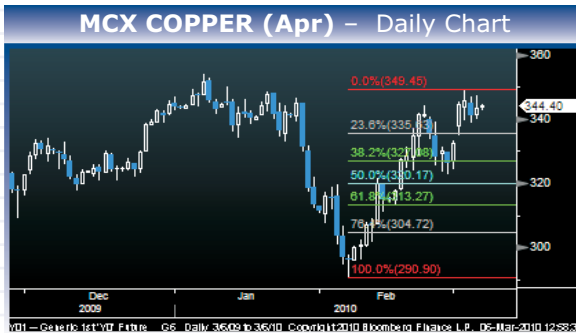
FUNDAMENTAL COMMENTS AND NEWS

Base metals prices finished with healthy gains on weaker dollar coupled with expected rising demand and economy recovery. Industrial metals posted smart gain, LME copper ended with nearly 4% gain, nickel settled with 6% and lead with 3% gain while zinc remained the best performer on LME as it gained by 7% on expected rising demand from China. Metals rose, after a U.S. employment report eased concern that job losses would limit expansion and raw-materials demand.

U.S. copper futures finished the week with smart gains as better-than forecast U.S. jobs data encouraged investors that demand for the industrial metal would keep improving, and as the euro rallied further on the dollar. U.S. employers cut a smaller-than-expected 36,000 jobs in February; due mainly to inclement weather, and the unemployment rate remained unchanged at 9.7 percent.

Declines in both London and Shanghai warehouse stocks were read as a bullish sign for Chinese copper demand. Inventories tracked by the London Metal Exchange fell for a second straight week, as it dropped by 1.2% in this week, the first back-to-back declines since July. Stockpiles monitored by the Shanghai Futures Exchange slipped from a seven-year high. Canceled warrants, as the bookings are known, jumped for a fourth week. China said it will add to state reserves of commodities including metals this year.

TECHNICAL VIEW



Copper

LME Copper Support lies at \$ 7200 & \$6800 and resistance at \$7800
Buy MCX Copper (Apr) between 338-335 SL 325 TGT 353

Nickel

LME Nickel Support lies at \$21100 & \$19000 and resistance at \$24200
Buy MCX Nickel (Mar) above 1055 SL 1025 TGT 1090
Sell MCX Nickel (Mar) below 1000 SL 1025 TGT 970

Zinc

LME Zinc has Support \$2000at and Resistance at \$2400
Buy MCX Zinc (Mar) above 110 SL 105 TGT 115

Lead

LME Lead has Support at \$2100 and Resistance at \$2350
Buy MCX Lead (Mar) above 105 SL 100 TGT 111

WEEKLY MOVEMENT - MCX & NYMEX

Commodity	Contract	Open	High	Low	Close	Change In Price	%Change In price
MCX Crude	March	3680	3743	3599	3725	56.00	1.53
MCX Natural Gas	March	220.2	225	208.4	210.6	-10.30	-4.66
NYMEX Crude	April	79.79	82.07	78.06	81.5	1.84	2.31
NYMEX Natural Gas	April	4.773	4.869	4.54	4.593	-0.22	-4.57

FUNDAMENTAL COMMENTS

Crude oil futures rallied more than 2%, settling down at \$81.50 for the week. Oil prices hit the highest mark in six week breaching the level of \$81.30. The bunch of positive economic data and strong equity indices boost up the prices.

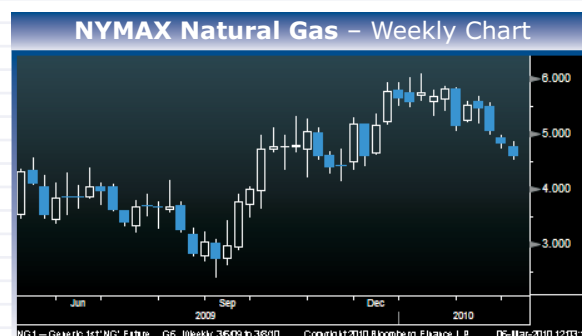
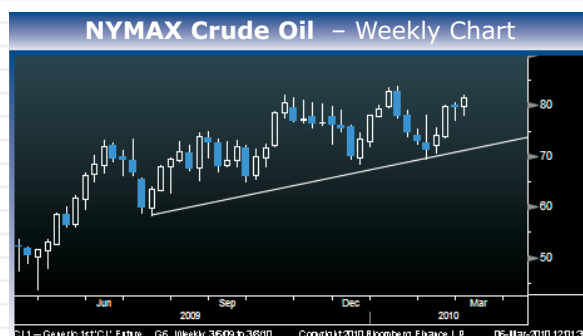
Oil increased 1.6% after the Labor Department reported that payrolls dropped 36,000 last month. The total was forecast to fall by 68,000. The unemployment rate held at 9.7% unchanged from previous data stabilizing the job market. Total U.S. fuel demand, averaged over the past four weeks, rose 219,000 barrels to 19.3 million barrels a day, the Energy Department said. The total has increased for four consecutive weeks.

Natural gas futures plunged for another week and ended at \$4.593 down by 4.50% for the week. The moderating weather forecasts and bearish inventory data drag down the prices. Natural gas inventories fell by 116 Bcf against the forecast of decline by 126 Bcf. Natural gas inventories totaled 1.737 trillion cubic feet in the week ended Feb. 26. Inventories were 1.2% above the five-year average.

Crude oil and natural-gas rigs operating in the U.S. rose to the highest level in almost 13 months as natural-gas drilling increased. The combined oil and gas rig count rose 23, or 1.7 percent, in the week ended today to 1,396, the most since Feb. 6, 2009. The number of natural gas rigs grew by 21 to 926, the highest level since Feb. 27, 2009.

Hedge-fund managers and other large speculators increased their net-long position in NYMEX crude-oil futures in the week ended March 2. Net-long positions rose by 6065 contracts, or 7%, from a week earlier. Overall open interest rose 17,200 contracts to 1.3 million during the period, according to the CFTC report. While net short position in Natural gas decreased by 4376 contracts, or 3%, from a week earlier.

The positive economic outlook and improved conditions in Euro-Zone has regained the confidence in investors. As world markets are heading for new highs and upcoming industrial production data in next week may keep the oil prices higher. The strong resistance for crude oil lies at \$84 with the support at \$78.

TECHNICAL VIEW

Crude Oil

Buy MCX Crude oil (March) around 3710 SL 3610 TGT 3830

Natural Gas

Buy MCX Natural Gas (March) around 208 SL 198 TGT 220

Date	Country	Event	Period	Consensus	Previous
08/03/2010	JAPAN	Trade Balance - BOP Basis (JAN)	5:20	¥152.9B	¥631.2B
09/03/2010	UK	Total Trade Balance (GBP/Mln) (JAN)	15:00	-£3100	-£3262
	USA	NFIB Small Business Optimism (FEB)	18:00	- -	89.3
	USA	IBD/TIPP Economic Optimism (MAR)	20:30	- -	46.8
10/03/2010	USA	ABC Consumer Confidence (8-Mar)	3:30	-48	-49
	JAPAN	Domestic CGPI (YoY) (FEB)	5:20	-1.50%	-2.10%
	CHINA	Trade Balance (USD) (FEB)	10:30	\$7.15B	\$14.17B
	UK	Industrial Production (YoY) (JAN)	15:00	-0.80%	-3.60%
	USA	MBA Mortgage Applications (6-Mar)	17:30	- -	14.60%
	USA	Wholesale Inventories (JAN)	20:30	0.20%	-0.80%
11/03/2010	USA	Monthly Budget Statement (FEB)	0:30	-\$202.0B	-\$42.6B
	JAPAN	Gross Domestic Product (QoQ) (4Q F)	5:20	1.00%	1.10%
	CHINA	Producer Price Index (YoY) (FEB)	7:30	5.10%	4.30%
	CHINA	Purchasing Price Index (YoY) (FEB)	7:30	8.50%	5.50%
	CHINA	Retail Sales (YoY) (FEB)	7:30	18.10%	- -
	CHINA	Industrial Production (YoY) (FEB)	7:30	19.00%	- -
	INDIA	Primary Articles WPI YoY (27-Feb)	12:00	- -	15.00%
	INDIA	Fuel Power Light WPI YoY (27-Feb)	12:00	- -	9.59%
	USA	Trade Balance (JAN)	19:00	-\$41.0B	-\$40.2B
	USA	Initial Jobless Claims (7-Mar)	19:00	450K	469K
	USA	Continuing Claims (28-Feb)	19:00	- -	4500K
12/03/2010	JAPAN	Industrial Production YOY% (JAN F)	10:00	- -	5.10%
	INDIA	Industrial Production YoY (JAN)	12:00	- -	16.80%
	EUROPE	Euro-Zone Ind. Prod. wda (YoY) (JAN)	16:30	-1.80%	-5.00%
	USA	Advance Retail Sales (FEB)	19:00	-0.20%	0.50%
	USA	Retail Sales Less Autos (FEB)	19:00	0.10%	0.60%
	USA	Retail Sales Ex Auto & Gas (FEB)	19:00	0.30%	0.60%
	USA	U. of Michigan Confidence (MAR P)	20:25	73.9	73.6
	USA	Business Inventories (JAN)	20:30	0.10%	-0.20%

COMMODITIES RESEARCH

Analyst	Coverage	E-mail	Tel. (Direct)
Avinash Gorakshakar	Head of Research	avinash.gorakshakar@anagram.co.in	+91 79 6662 9985
Renisha Chainani	Deputy Manager	renisha.chainani@anagram.co.in	+91 79 6662 9859
Dilip Parmar	Bullion / Energy	dilip.parmar@anagram.co.in	+91 79 6662 9801
Tapan Patel	Bullion / Energy	tapan.patel@anagram.co.in	+91 79 6662 9901
Jatin Pateliya	Base Metals / Agri	jatin.pateliya@anagram.co.in	+91 79 6662 9861

For any clarification and more information: Commodity Research Desk: 92272 60068

Disclaimer

This document has been prepared by Anagram Comtrade Limited. (Anagram), For use by the recipient only and not for circulation. The information and opinions contained in the document have been compiled from sources believed to be reliable. Anagram does not warrant its accuracy, completeness and correctness. This document is not, and should not be construed as, an offer to sell or solicitation to buy any securities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from us. Anagram and the analyst(s), including his dependant family members may have an interest in the securities recommended above

Copyright in this document vests exclusively with Anagram Comtrade Limited.

To unsubscribe, send a mail to unsubscribeanagram@gmail.com

Anagram Research is also available on Bloomberg <Code ANGM> and ISI Emerging Markets

Anagram Comtrade Ltd:

Bandra Kurla Complex, Bandra(E), Mumbai 400 051.

Regd. Office: Anagram House, H.L. Commerce Collage- Stadium Road, Navrangpura, Ahmedabad – 380 009.

Web site: www.anagram.co.in