

COMMODITIES

Copper and aluminum hit fresh highs, while premiums are also pushing upwards across a number of metal complexes. Low LME inventory levels, recovering global industrial demand, restrained supply and a weaker dollar is fueling perceptions that Copper is in the throes of a supercycle/reflation cycle. With LME backwardation widening, shorts that have hedged physical units must be covering their positions since they simply cannot sustain the interim margin calls. Short-covering by them as well as the lack of forward selling by others is likely further contributing to the run-up.

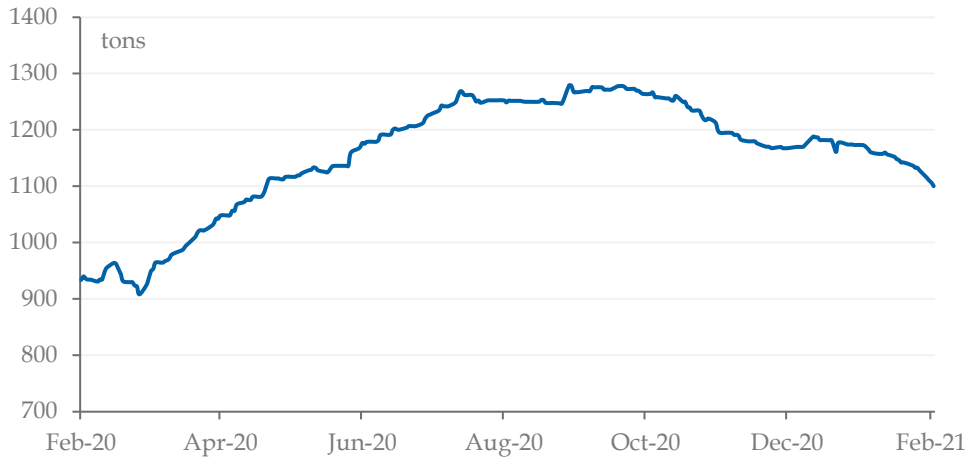
Commodity	Technical observations	Trend
Gold	Gold continues to make lower high & lower low. A trade below 45850 will drag it down to 45600-45000. However, it is sitting at oversold territory; a trade above 47000 may trigger short covering to 48000 level	Bearish
Silver	Silver is oscillating in a narrow range between 70750 on the upside and 68100 on the downside. Below 68100 it can slide to 67,500-66,400. Above 70750 it will resume uptrend to levels of 71600-72000.	Neutral
Copper	Copper has turned down from extreme overbought region suggesting temporary weakness. Below 709 it can slide lower to levels of 698-693.	Bearish
Lead	Lead has turned sharply lower to test the neckline breakout at 170. Trade above 170 will take it to 175-180. Below 170 it can slide to 166.	Neutral
Zinc	Zinc has turned down to test the trendline support at 225, below this support it can correct to 220-215.	Neutral
Crude	Crude has been making higher highs suggesting bullishness, however, it has reached extreme overbought zone. Above 4700 it can test 4800-4900.	Neutral

FX

Dollar is again under severe pressure and has pretty much rolled back much of this year's gains. The dollar index began to lose ground after Fed Chair Powell's remarks in front of Congress. Powell sounded dovish on rates, saying it could take three or more years before inflation reaches the Fed's 2% target, implying that rates could stay low during the interim, this despite contrary signals coming from the US bond market. Moreover, Currency participants seem to be spooked by the flood of US stimulus money coming their way, coupled with massive Treasury auctions that are going to be needed to finance this spending. Meanwhile, pound is close to a three-year high after UK will be rolling out plans to emerge from a lockdown. We are seeing a strong tone in commodity currencies such as the Aussie and New Zealand dollars as well.

Pair	Technical observations	Trend
USD INR	Post multi week decline, USDINR rebounded this week. Levels of 73.50 could act as immediate floor, while on higher side it might revisit levels of 74.5-74.90 zone.	Bullish
EUR INR	Swift recovery in the EURINR managed to surpass levels of 89.50. The pair is expected to inch higher till 90.4-90.7 zone with immediate placed near 89.	Bullish
GBP INR	GBPINR continued its upward trajectory, forming series of ascending tops and bottoms. Shifting base higher, levels of 101.80 could turned out as immediate support	Bullish
JPY INR	After going through the multi weeks decline, the pair witnessed mild recovery post marking low of 68.46. It is expected to consolidate between 69.20-70.60 zone	Range bound

Exhibit 1: SPDR Gold ETF holdings



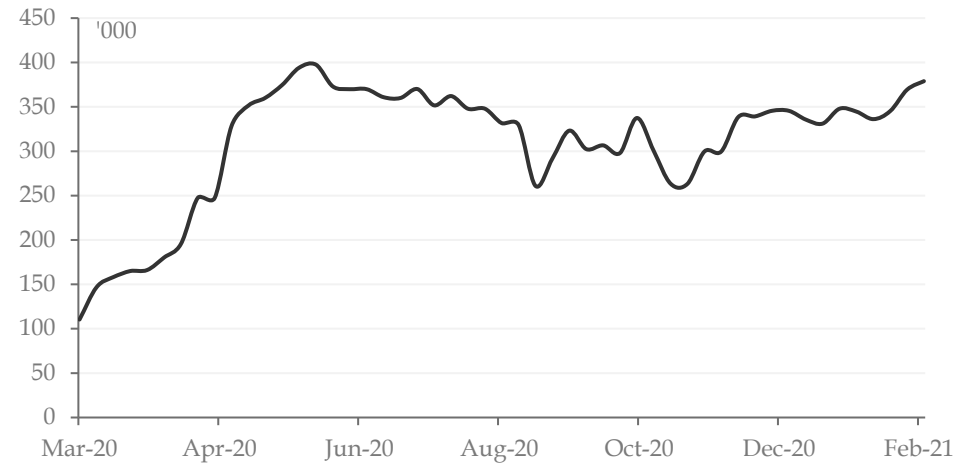
Source: Bloomberg, YES Sec - Research

Exhibit 2: CFTC COMEX GOLD Speculative Net Positions



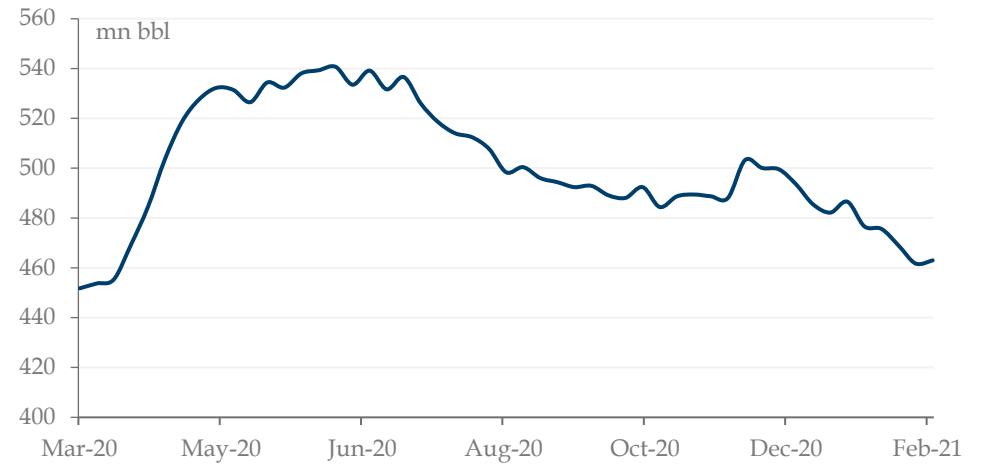
Source: Bloomberg, YES Sec - Research

Exhibit 3: CFTC WTI Crude Oil Speculative Net Positions



Source: Bloomberg, YES Sec - Research

Exhibit 4: US Crude Oil Inventories



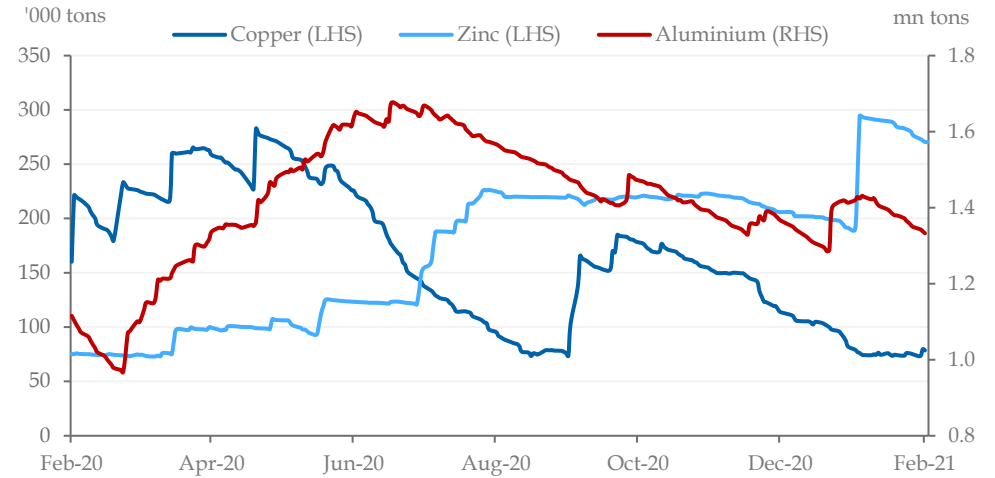
Source: Bloomberg, YES Sec - Research

Exhibit 5: US Gasoline Inventories



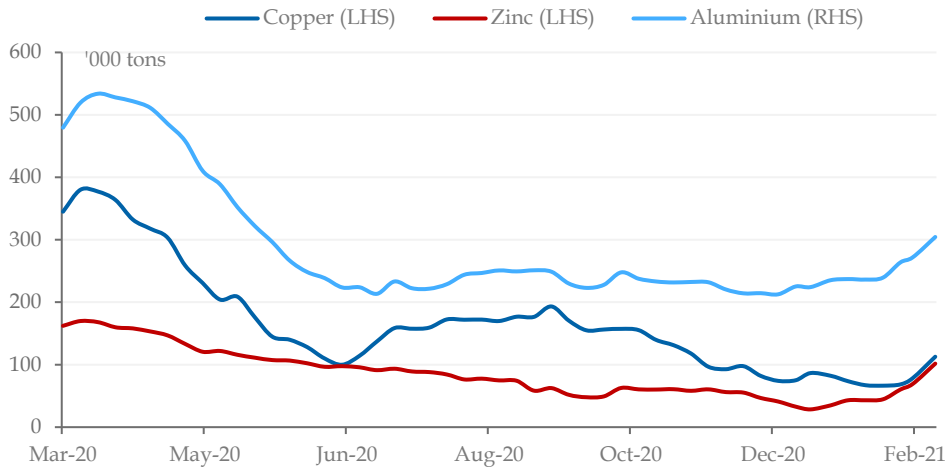
Source: Bloomberg, YES Sec - Research

Exhibit 7: LME stocks



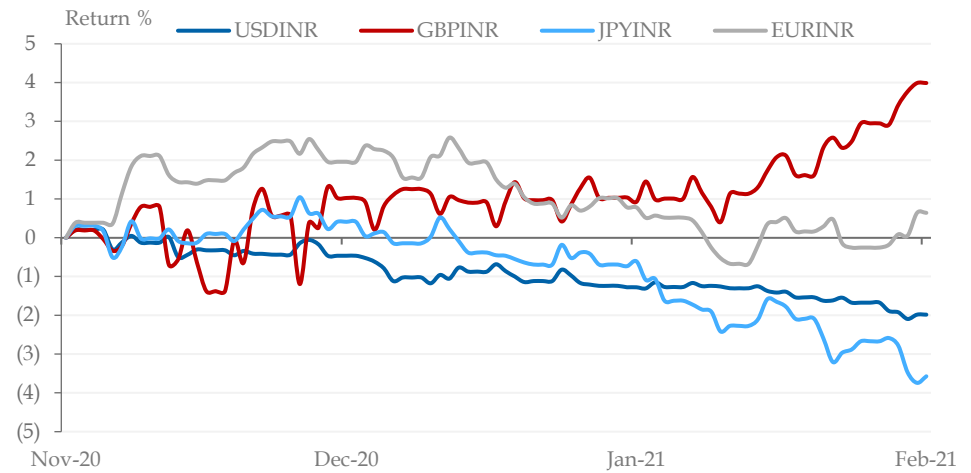
Source: Bloomberg, YES Sec - Research

Exhibit 6: SHFE Metal stocks



Source: Bloomberg, YES Sec - Research

Exhibit 8: Currency Trend (3 months)



Source: Bloomberg, YES Sec - Research

Exhibit 9: Economic Calendar

Date	Currency	Event	Forecast	Previous
1-Mar-21	EUR	Manufacturing PMI (Feb)	57.7	54.8
1-Mar-21	GBP	Manufacturing PMI (Feb)	52.9	54.1
1-Mar-21	USD	Manufacturing PMI (Feb)		58.5
1-Mar-21	USD	ISM Manufacturing Employment (Feb)		52.6
1-Mar-21	USD	ISM Manufacturing PMI (Feb)	58.6	58.7
1-Mar-21	JPY	Jobs/applications ratio (Jan)	1.1	1.1
1-Mar-21	JPY	Capital Spending (YoY)		-10.6%
1-Mar-21	JPY	10-Year JGB Auction		0.1%
2-Mar-21	GBP	Nationwide HPI (MoM) (Feb)		-0.3%
2-Mar-21	GBP	Nationwide HPI (YoY) (Feb)		6.4%
2-Mar-21	EUR	CPI (YoY) (Feb)	1.1%	0.9%
2-Mar-21	USD	API Weekly Crude Oil Stock		1.026M
2-Mar-21	JPY	Services PMI (Feb)		46.1
2-Mar-21	CNY	Chinese Composite PMI (Feb)		52.8
2-Mar-21	CNY	Caixin Services PMI (Feb)		52.0
3-Mar-21	EUR	Services PMI (Feb)	45.0	44.7
3-Mar-21	EUR	Markit Composite PMI (Feb)	47.5	48.1
3-Mar-21	GBP	Composite PMI (Feb)	40.6	49.8
3-Mar-21	GBP	Services PMI (Feb)	38.8	49.7
3-Mar-21	USD	ADP Nonfarm Employment Change (Feb)	125K	174K
3-Mar-21	USD	Services PMI (Feb)		58.9
3-Mar-21	USD	Markit Composite PMI (Feb)		58.8
3-Mar-21	USD	ISM Non-Manufacturing Employment (Feb)		48.2
3-Mar-21	USD	ISM Non-Manufacturing PMI (Feb)	58.5	57.2
4-Mar-21	GBP	Construction PMI (Feb)	52.9	49.2
4-Mar-21	EUR	Unemployment Rate (Jan)	8.3%	8.3%

Date	Currency	Event	Forecast	Previous
4-Mar-21	EUR	Retail Sales (MoM) (Jan)		2.0%
4-Mar-21	USD	Unit Labor Costs (QoQ) (Q4)	6.6%	6.8%
4-Mar-21	USD	Nonfarm Productivity (QoQ) (Q4)	-4.6%	-4.8%
4-Mar-21	USD	Factory Orders (MoM) (Jan)	1.0%	1.0%
5-Mar-21	GBP	Halifax House Price Index (MoM) (Feb)	0.3%	-0.3%
5-Mar-21	USD	Private Nonfarm Payrolls (Feb)	100K	-95K
5-Mar-21	USD	Nonfarm Payrolls (Feb)	110K	-140K
5-Mar-21	USD	Unemployment Rate (Feb)	6.4%	6.3%
5-Mar-21	USD	Average Hourly Earnings (YoY) (YoY) (Feb)	5.1%	5.1%
5-Mar-21	USD	Participation Rate (Feb)		61.4%
5-Mar-21	USD	Trade Balance (Jan)	-65.80B	-68.10B
5-Mar-21	USD	Average Hourly Earnings (MoM) (Feb)	0.2%	0.8%
5-Mar-21	USD	US Federal Budget		-430.0B
7-Mar-21	CNY	Trade Balance (USD) (Feb)	72.35B	75.40B
7-Mar-21	CNY	Imports (YoY) (Feb)	5.0%	4.5%
7-Mar-21	CNY	Exports (YoY) (Feb)	15.0%	21.1%

DISCLAIMER

Investments in securities market are subject to market risks, read all the related documents carefully before investing.

The information and opinions in this report have been prepared by YSL and are subject to change without any notice. The report and information contained herein are strictly confidential and meant solely for the intended recipient and may not be altered in any way, transmitted to, copied or redistributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of YSL.

The information and opinions contained in the research report have been compiled or arrived at from sources believed to be reliable and have not been independently verified and no guarantee, representation of warranty, express or implied, is made as to their accuracy, completeness, authenticity or validity. No information or opinions expressed constitute an offer, or an invitation to make an offer, to buy or sell any securities or any derivative instruments related to such securities. Investments in securities are subject to market risk. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. Investors should note that each security's price or value may rise or fall and, accordingly, investors may even receive amounts which are less than originally invested. The investor is advised to take into consideration all risk factors including their own financial condition, suitability to risk return profile and the like, and take independent professional and/or tax advice before investing. Opinions expressed are our current opinions as of the date appearing on this report. Investor should understand that statements regarding future prospects may not materialize and are of general nature which may not be specifically suitable to any particular investor. Past performance may not necessarily be an indicator of future performance. Actual results may differ materially from those set forth in projections.

Technical Analysis reports focus on studying the price movement and trading turnover charts of securities or its derivatives, as opposed to focussing on a company's fundamentals and opinions, as such, may not match with reports published on a company's fundamentals.

YSL, its research analysts, directors, officers, employees and associates accept no liabilities for any loss or damage of any kind arising out of the use of this report. This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject YSL and associates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

YES Securities (India) Limited

Registered Address: Unit No. 602 A, 6th Floor, Tower 1 & 2,

One International Center, Senapati Bapat Marg, Elphinstone Road, Mumbai - 400013, Maharashtra, India

Contact Details: +91-22-71123123 | Email: research@ysil.in | Website: <https://yesinvest.in>

DISCLOSURE OF INTEREST

Name of the Research Analyst : YES SECURITIES Research

The analyst hereby certifies that opinion expressed in this research report accurately reflect his or her personal opinion about the subject securities and no part of his or her compensation was, is or will be directly or indirectly related to the specific recommendation and opinion expressed in this research report.

Sr. No.	Particulars	Yes/No
1	Research Analyst or his/her relative's or YSL's financial interest in the subject company(ies)	No
2	Research Analyst or his/her relative or YSL's actual/beneficial ownership of 1% or more securities of the subject company(ies) at the end of the month immediately preceding the date of publication of the Research Report	No
3	Research Analyst or his/her relative or YSL has any other material conflict of interest at the time of publication of the Research Report	No
4	Research Analyst has served as an officer, director or employee of the subject company(ies)	No
5	YSL has received any compensation from the subject company in the past twelve months	No
6	YSL has received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months	No
7	YSL has received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months	No
8	YSL has received any compensation or other benefits from the subject company or third party in connection with the research report	No
9	YSL has managed or co-managed public offering of securities for the subject company in the past twelve months	No
10	Research Analyst or YSL has been engaged in market making activity for the subject company(ies)	No

Since YSL and its associates are engaged in various businesses in the financial services industry, they may have financial interest or may have received compensation for investment banking or merchant banking or brokerage services or for any other product or services of whatsoever nature from the subject company(ies) in the past twelve months or associates of YSL may have managed or co-managed public offering of securities in the past twelve months of the subject company(ies) whose securities are discussed herein.

Associates of YSL may have actual/beneficial ownership of 1% or more and/or other material conflict of interest in the securities discussed herein.

Registration Nos.: CIN: U74992MH2013PLC240971 | SEBI Single Registration No.: NSE, BSE, MCX & NCDEX : INZ000185632 | Member Code: BSE - 6538, NSE - 14914, MCX - 56355 & NCDEX - 1289 | MERCHANT BANKER: INM000012227 | RESEARCH ANALYST: INH000002376 | INVESTMENT ADVISER: INA000007331 | Sponsor and Investment Manager to YSL Alternates Alpha Plus Fund (Cat III AIF) SEBI Registration No.: IN/AIF3/20-21/0818 | AMFI ARN Code - 94338 |

Details of Compliance Officer: Vaibhav Purohit (For Broking / Research / Investment Adviser): Email: compliance@ysil.in / Contact No.: 022-33479208 | Dhanraj Uchil (For Merchant Banking): Email: dhanraj.uchil@ysil.in / Contact No.: 022-33479684

RECOMMENDATION PARAMETERS FOR FUNDAMENTAL REPORTS

Analysts assign ratings to the stocks according to the expected upside/downside relative to the current market price and the estimated target price. Depending on the expected returns, the recommendations are categorized as mentioned below. The performance horizon is 12 to 18 months unless specified and the target price is defined as the analysts' valuation for a stock. No benchmark is applicable to the ratings mentioned in this report.

BUY: Potential return **>15%** over 12 months

ADD: Potential return **+5% to +15%** over 12 months

REDUCE: Potential return **-10% to +5%** over 12 months

SELL: Potential return **<-10%** over 12 months

NOT RATED

About YES Securities (India) Limited

YES Securities (India) Limited ("YSL") is a wholly owned subsidiary of YES BANK LIMITED. YSL is a SEBI registered stock broker holding membership of NSE, BSE, MCX & NCDEX. YSL is also a SEBI registered Category I Merchant Banker, Investment Adviser and a Research Analyst. YSL offers, inter alia, trading/investment in equity and other financial products along with various value added services. We hereby declare that there are no disciplinary actions taken against YSL by SEBI/Stock Exchanges.