



Overview

Thursday, April 04, 2024

- Gold and silver rises to record high after Fed chair comments
- Copper rallies to 9-month high on improved economic demand
- Oil gains amid worries about supply disruption

Precious Metals

Gold prices hit record highs in early Asian trade, on the back of weakness in the dollar amid uncertainty over U.S. interest rate cuts, while increased safe haven demand also aided prices. Following Gold's footsteps, Silver too marked an all-time high on domestic front, amidst a sharp rally in industrial metals. Persistent geopolitical tensions in the Middle East and between Russia and Ukraine, coupled with a devastating earthquake in Taiwan, spurred safe haven plays into bullion and other precious metals. Fed Governor and officials' comments remain mixed regarding the pace of interest rate cuts in this year. Governor Powell in his comments yesterday mentioned that the interest rates have peaked for this cycle, however they will still watch the economic numbers and inflation trend before taking any decision. Governor Powell believes that the monetary policy is tight. Economic data points from the US are also reported a bit mixed, but no major impact is being seen on the metal prices. US factory orders and ADP employment change were reported better than expectations, while US JOLTS and Services PMI were reported better than expectations. Dollar index fell from their recent peak of 105 to ~104.20, however US 10Y yields are higher hovering above 4.3% mark. Focus this week will be on comments from several Fed officials and nonfarm payrolls data as, sticky inflation and strength in the labor market are the two biggest considerations for the Fed in altering interest rates this year.

| Precious metals | Close (\$) | %Chg. |
|-----------------|-------------------|------------|
| Gold | 2300.1 | 0.0% |
| Silver | 27.12 | -0.3% |
| CFTC data | Speculative Longs | Change WoW |
| Gold | 157720 | 253 |
| Silver | 30182 | -7637 |
| ETF | Close | %Chg. |
| GOLD ETF | 1967.2 | 25.41 |
| Silver ETF | 25139 | 200.72 |
| Others | Close | %Chg. |
| DXY | 104.25 | 0.0% |
| US 10Y Yields | 4.37 | -0.2% |

Base Metals

Copper continued to gain and, on the Shanghai, rose to the highest level in 9-month boosted by an improved economic outlook and a weaker dollar. A surprise jump in new U.S. home starts and permits in June suggested the battered housing sector was beginning to stabilise, leading to optimism on recovery in the world's largest economy. Copper, on the LME, rose for a fourth session after Federal Reserve Chair Jerome Powell said it would likely be appropriate to begin lowering borrowing costs "at some point this year." Bond traders have priced in less easing by the Fed this year and briefly set the odds of a first move in June below 50%.

Energy

Oil prices rose to five-month highs in the early morning trade, extending a rash of recent gains as the prospect of worsening geopolitical conditions in the Middle East presented more potential supply disruptions. The OPEC+ also voted to maintain its current band of production cuts in the yesterday's meeting, concerns of lower supply amidst the output cuts and signs of stronger economic growth in the U.S., is also adding gains to Crude prices. The EIA's weekly report showed nationwide stockpiles of gasoline fell 4256kbbbl last week, distillate fuel oil inventories were also lower (-1268kbbbl). Overall, commercial crude oil inventories gained 3,210kbbbl, in contrast to an industry group report earlier in the week showing a decline. The market remains on edge as tension in the Middle East flared following an airstrike on the Iranian embassy in Syria. Iran and local militia groups have vowed revenge.

| Base Metals (MCX) | Close (Rs.) | %Chg. |
|-------------------|------------------|-------|
| Copper | 769 | 1.1% |
| Aluminium | 213 ^P | -0.3% |
| Nickel | 1424 | 0.1% |
| Lead | 178 | -0.4% |
| Zinc | 220 | 1.3% |

| Inventory | | Current | W/W Chg. | Units |
|-----------|----------|---------|----------|-------|
| Copper | LME | 112975 | 1050 | MT |
| | Shanghai | 291849 | 1621 | MT |
| Aluminum | LME | 541350 | -10050 | MT |
| | Shanghai | 219474 | 2634 | MT |
| Nickel | LME | 77604 | -168 | MT |
| | Shanghai | 17200 | 279 | MT |
| Lead | LME | 275925 | 2500 | MT |
| | Shanghai | 51781 | 2558 | MT |
| Zinc | LME | 264200 | -6325 | MT |
| | Shanghai | 123846 | 954 | MT |

| Energy | Close (\$) | %Chg. |
|---------------|------------|-------|
| WTI Crude oil | 85.77 | 0.1% |
| Natural gas | 1.85 | -1.1% |

| Inventory (EIA) | Current | W/W Chg. | Units |
|------------------|---------|----------|-------|
| Crude oil | 451.42 | 3.21 | Mnbl |
| Gasoline | 227.82 | -4.2 | Mnbl |
| Distillate | 116.07 | -1.27 | Mnbl |
| Natural Gas | 3.13 | -0.21 | bcf |

| CFTC data | Speculative Longs | Change WoW |
|-------------|-------------------|------------|
| Crude oil | 217439 | -2526 |
| Natural Gas | -85436 | 2002 |

MT- Metric Ton, MNBL – Million Barrel, BCF –Billion Cubic Feet.

Options Monitor

MCX Gold Mini

| Call | | Particulars | | | | Put | | |
|-------------|-----|-------------|---------|--------|---------|--------|------|-------------|
| % Chg in OI | OI | Volume | Premium | Strike | Premium | Volume | OI | % Chg in OI |
| -53.8% | 12 | 23 | 1443 | 67500 | 232.5 | 55 | 38 | 15.2% |
| 7.2% | 539 | 807 | 1154.5 | 68000 | 382 | 2505 | 1359 | 27.4% |
| -37.5% | 65 | 207 | 920.5 | 68500 | 571 | 333 | 97 | 361.9% |
| 4.6% | 811 | 3717 | 687.5 | 69000 | 752.5 | 2130 | 685 | 325.5% |
| 43.8% | 128 | 535 | 499 | 69500 | 1202.5 | 2 | 0 | 0.0% |
| 459.4% | 537 | 2966 | 396 | 70000 | 1287.5 | 71 | 47 | 4600.0% |
| 180.0% | 14 | 30 | 206 | 70500 | 1390 | 0 | 0 | 0.0% |
| 0.0% | 214 | 717 | 59.5 | 71000 | 1774 | 0 | 0 | 0.0% |
| -53.8% | 12 | 23 | 1443 | 67500 | 232.5 | 55 | 38 | 15.2% |

MCX Crude Oil

| Call | | Particulars | | | | Put | | |
|-------------|------|-------------|---------|--------|---------|--------|-------|-------------|
| % Chg in OI | OI | Volume | Premium | Strike | Premium | Volume | OI | % Chg in OI |
| -1.6% | 665 | 1858 | 222.5 | 6950 | 70 | 9711 | 1703 | 11.8% |
| -4.1% | 5087 | 40820 | 194.7 | 7000 | 85.6 | 92999 | 11998 | 45.3% |
| -4.9% | 1139 | 10822 | 166.4 | 7050 | 102.9 | 11997 | 956 | 21.3% |
| -9.3% | 4511 | 128900 | 145.4 | 7100 | 124.7 | 130335 | 9186 | 192.2% |
| 89.6% | 1306 | 28732 | 124.1 | 7150 | 147.7 | 19774 | 1178 | 2920.5% |
| 17.0% | 4803 | 96005 | 104.4 | 7200 | 173.6 | 65003 | 2828 | 368.2% |
| 67.2% | 336 | 7802 | 89 | 7250 | 201.5 | 1451 | 22 | 1000.0% |
| 46.0% | 4310 | 55872 | 73.6 | 7300 | 233.4 | 6832 | 378 | 166.2% |
| 2970.6% | 522 | 4362 | 61 | 7350 | 274.2 | 9 | 5 | 0.0% |

MCX Natural Gas

| Call | | Particulars | | | | Put | | |
|-------------|------|-------------|---------|--------|---------|--------|------|-------------|
| % Chg in OI | OI | Volume | Premium | Strike | Premium | Volume | OI | % Chg in OI |
| 0.0% | 37 | 0 | 29.8 | 125 | 0.65 | 1042 | 842 | -5.7% |
| -12.7% | 124 | 106 | 22.95 | 135 | 1.65 | 7778 | 1862 | -51.2% |
| -2.1% | 3018 | 4438 | 15.35 | 145 | 3.75 | 10497 | 3599 | -3.7% |
| 2.1% | 7899 | 29810 | 11.9 | 150 | 5.6 | 38177 | 8674 | -10.5% |
| 17.5% | 3638 | 37881 | 9.15 | 155 | 255 | 31364 | 2133 | -9.2% |
| 57.8% | 8617 | 63811 | 6.85 | 160 | 10.65 | 29984 | 2814 | 9.2% |
| 44.0% | 3055 | 21253 | 5.05 | 165 | 14.05 | 4723 | 214 | 9.2% |
| 23.5% | 1386 | 6187 | 2.7 | 175 | 20.65 | 0 | 8 | 0.0% |
| 64.4% | 618 | 1941 | 1.45 | 185 | 29.9 | 0 | 0 | 0.0% |

Level Playing Sheet

| Commodity | Exch. | Expiry | Close | S2 | S1 | Pivot | R1 | R2 | Trend | Conviction | Intraday Range |
|-------------|-------|--------|--------|--------|--------|--------|--------|--------|---------|------------|----------------|
| Castor Seed | NCDEX | Apr | 6,026 | 5,946 | 5,986 | 6,015 | 6,055 | 6,084 | Bearish | Moderate | 6001 - 6070 |
| Cocudakl | NCDEX | Apr | 2,630 | 2,603 | 2,617 | 2,628 | 2,642 | 2,653 | Bearish | Moderate | 2623 - 2648 |
| Cotton | NCDEX | May | 62,220 | 61,993 | 62,107 | 62,253 | 62,367 | 62,513 | Bearish | Moderate | 62180 - 62440 |
| Dhaniya | NCDEX | Apr | 7,874 | 7,703 | 7,789 | 7,853 | 7,939 | 8,003 | Bearish | Moderate | 7821 - 7971 |
| Jeera | NCDEX | Apr | 24,190 | 23,303 | 23,747 | 24,143 | 24,587 | 24,983 | Bearish | Moderate | 23945 - 24785 |
| Guar Seed | NCDEX | Apr | 5,245 | 5,162 | 5,203 | 5,246 | 5,287 | 5,330 | Bearish | Moderate | 5225 - 5309 |
| Guar Gum | NCDEX | Apr | 10,355 | 10,148 | 10,252 | 10,318 | 10,422 | 10,488 | Bearish | Moderate | 10285 - 10455 |
| Mentha Oil | MCX | Apr | 926 | 921 | 924 | 927 | 929 | 932 | Flat | #VALUE! | 922 - 928 |
| Turmeric | NCDEX | Apr | 16,828 | 16,497 | 16,663 | 16,805 | 16,971 | 17,113 | Bearish | Moderate | 16734 - 17042 |

| Commodity | Exch. | Expiry | Close | S2 | S1 | Pivot | R1 | R2 | Trend | Conviction | Intraday Range |
|--------------|-------|--------|--------|-------|-------|-------|-------|-------|---------|------------|----------------|
| Gold | MCX | Apr | 69799 | 68684 | 69241 | 69580 | 70137 | 70476 | Bullish | Moderate | 69411 - 70307 |
| Gold Comex | Comex | Apr | 2294 | 2256 | 2275 | 2287 | 2306 | 2318 | Bullish | Moderate | 2281 - 2312 |
| Silver | MCX | May | 79011 | 76458 | 77734 | 78466 | 79742 | 80474 | Bullish | Moderate | 78100 - 80108 |
| Silver Comex | Comex | May | 27.06 | 25.78 | 26.42 | 26.87 | 27.51 | 27.96 | Bullish | Moderate | 27 - 28 |
| Crude | MCX | Apr | 7162 | 7028 | 7095 | 7143 | 7210 | 7258 | #DIV/0! | Moderate | 7119 - 7234 |
| Crude Nymex | Nymex | May | 84.61 | 83.34 | 83.98 | 84.62 | 85.26 | 85.90 | Bullish | Moderate | 84 - 86 |
| Nat Gas | MCX | Apr | 155 | 151 | 153 | 157 | 159 | 162 | Bullish | High | 155 - 160 |
| BullDex | MCX | Apr | 17636 | 17377 | 17506 | 17581 | 17710 | 17785 | Bullish | Moderate | 17544 - 17748 |
| Copper | MCX | Apr | 790.65 | 762 | 776 | 784 | 798 | 806 | Bullish | Moderate | 780 - 802 |
| Zinc | MCX | Mar | 224.85 | 216 | 220 | 223 | 227 | 230 | Bullish | High | 222 - 229 |
| Lead | MCX | Apr | 180 | 176 | 178 | 179 | 181 | 183 | Bullish | Moderate | 179 - 182 |
| Aluminum | MCX | Mar | 218.75 | 210 | 214 | 217 | 221 | 223 | Bullish | High | 216 - 222 |

Navneet Damani

Head Research- Currencies and Commodities

Commodity Disclosure & Disclaimer:

The following Disclosures are being made in compliance with the SEBI Research Analyst Regulations 2014 (herein after referred to as the Regulations).

Motilal Oswal Financial Services Ltd. (MOFSL) is a SEBI Registered Research Analyst having registration no. INH000000412. MOFSL, the Research Entity (RE) as defined in the Regulations, is engaged in the business of providing Stock broking services, Depository participant services & distribution of various financial products. MOFSL is a listed public company, the details in respect of which are available on www.motilaloswal.com. MOFSL is registered with the Securities & Exchange Board of India (SEBI) and is a registered Trading Member with National Stock Exchange of India Ltd. (NSE) and Bombay Stock Exchange Limited (BSE), Multi Commodity Exchange of India Limited (MCX) and National Commodity & Derivatives Exchange Limited (NCDEX) for its stock broking activities & is Depository participant with Central Depository Services Limited (CDSL) National Securities Depository Limited (NSDL), NERL, COMRIS and CRRL and is member of Association of Mutual Funds of India (AMFI) for distribution of financial products and Insurance Regulatory & Development Authority of India (IRDA) as Corporate Agent for insurance products. Details of associate entities of Motilal Oswal Financial Services Ltd. are available on the website at <http://onlinereports.motilaloswal.com/Dormant/documents/Associate%20Details.pdf>

Details of pending Enquiry Proceedings of Motilal Oswal Financial Services Limited are available on the website at <https://galaxy.motilaloswal.com/ResearchAnalyst/PublishViewLitigation.aspx>

Terms & Conditions:

- This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions.
- This material is for the personal information of the authorized recipient and we are not soliciting any action based upon it.
- This report is not to be construed as an offer to sell or solicitation of an offer to buy any commodity or commodity derivative to any person in any jurisdiction where such an offer or solicitation would be illegal.
- It is for the general information of clients of MOFSL. It doesn't constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients.
- The report and information contained herein is strictly confidential and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of MOFSL.
- The report is based on the facts, figures and information that are considered true, correct, reliable and accurate.
- All such information and opinions are subject to change without notice.
- Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. MOFSL will not treat recipients as customers by virtue of their receiving this report.
- We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable though its accuracy or completeness cannot be guaranteed.
- Neither MOFSL, nor any person connected with it, accepts any liability arising from the use of this document.
- The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the commodity referred to in this material may go up or down. Past performance is not a guide for future performance.
- Certain transactions including those involving commodity derivatives involve substantial risk and are not suitable for all investors.
- Reports based on technical analysis centers on studying charts of a commodity's price movement and trading volume as opposed to focusing on a commodity's fundamentals and as such may not match with a report on a commodity's fundamentals.
- Proprietary trading desk of MOFSL or its associates maintains arm's length distance with Research Team as all the activities are segregated from MOFSL research activity and therefore it can have an independent view with regards to subject commodity for which Research Team have expressed their views.
- MOFSL or its associates or Research Analyst or his relatives may have Open Position in subject commodity.
- A graph of daily closing prices of commodities is available at <http://www.moneyline.co.in/>
- Opinions expressed are our current opinions as of the date appearing on this material only. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice.
- The commodities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient.
- This may not be taken in substitution for the exercise of independent judgment by any recipient. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment.
- The Company reserves the right to make modifications and alternations to this statement as may be required from time to time without any prior approval. MOFSL, its associates, their directors and the employees may from time to time, effect or have effected an own account transaction in, or deal as principal or agent in or for the commodities mentioned in this document.
- The views expressed are those of the analyst, and the Company may or may not subscribe to all the views expressed therein.
- The commodities described herein may or may not be eligible for trade 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. Neither the Firm, nor its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information. The person accessing this information specifically agrees to exempt MOFSL or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold MOFSL or any of its affiliates or employees responsible for any such misuse and further agrees to hold MOFSL or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.
- Certain transactions -including those involving futures, options, another derivative products as well as non-investment grade securities - involve substantial risk and are not suitable for all investors.
- MOFSL and its associate company(ies), their directors and Research Analyst and their relatives may (a) from time to time, have long or short positions in, and buy or sell the commodities mentioned herein or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodity/ (ies) discussed herein or have other potential conflict of interest with respect to any recommendation and related information and opinions. However the same shall have no bearing whatsoever on the specific recommendations made by the analyst(s), as the recommendations made by the analyst(s) are completely independent of the views of the associates of MOFSL even though there might exist an inherent conflict of interest in some of the commodities mentioned in the research report.
- MOFSL and its associates and Research Analyst have not received any compensation or other benefits in connection with the research report. Compensation of Research Analysts is not based on any brokerage transactions generated by broking activities under Motilal Oswal group.

This report is meant for the clients of Motilal Oswal only.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

Registered Office Address: Motilal Oswal Tower, Rahimtullah Sayani Road, Opposite Parel ST Depot, Prabhadevi, Mumbai-400025; Tel No.: 022 - 71934200 / 71934263; www.motilaloswal.com. Correspondence Address: Palm Spring Centre, 2nd Floor, Palm Court Complex, New Link Road, Malad (West), Mumbai- 400 064. Tel No: 022 71881000. Details of Compliance Officer: Neeraj Agarwal, Email Id: na@motilaloswal.com, Contact No.:022-40548085.

Grievance Redressal Cell:

| Contact Person | Contact No. | Email ID |
|--------------------|-----------------------------|--|
| Ms. Hemang Date | 022 40548000 / 022 67490600 | query@motilaloswal.com |
| Ms. Kumud Upadhyay | 022 40548082 | servicehead@motilaloswal.com |
| Mr. Ajay Menon | 022 40548083 | am@motilaloswal.com |

Registration details of group entities : Motilal Oswal Financial Services Ltd. (MOFSL): INZ000158836 (BSE/NSE/MCX/NCDEX); CDSL and NSDL: IN-DP-16-2015; Research Analyst: INH000000412 . AMFI: ARN : 146822. IRDA Corporate Agent – CA0579. Motilal Oswal Financial Services Ltd. is a distributor of Mutual Funds, FMS, Fixed Deposit, Insurance, Bond, NCDs and IPO products.

Customer having any query/feedback/ clarification may write to query@motilaloswal.com. In case of grievances for any of the services rendered by Motilal Oswal Financial Services Limited (MOFSL) write to grievances@motilaloswal.com, for DP to dp@grievances@motilaloswal.com.