



Monday, April 08, 2024

## Overview

- DXY steadies as key inflation data looms over
- Gold continues its upward trajectory for third straight week
- Oil prices tumbled on easing Middle East tensions

## Precious Metals

Gold prices traded steady as Dollar and Treasury yields held firm after strong US data heightened doubts on whether they would deliver three interest rate cuts this year. US job growth blew past expectations in March and wages increased at a steady clip, suggesting the economy ended 1st quarter on solid ground and potentially delaying anticipated Federal Reserve interest rate cuts this year. Employers added 303,000 jobs in March, in a further sign of a buoyant labour market, against the expectations of 200k, while the unemployment rate edged down to 3.8%, compared with a predicted 3.9%. Dollar index continues to hover above the 104 mark, while US 10Y yields is also not giving up strength, marked above 4.4%. Bets for rate cut in the month of June has dropped below 50% weighing safe haven assets. However, significant increase in the geo-political tensions and natural calamities i.e. tremors felt in some parts of the world have increased uncertainties in market supporting the Gold and Silver prices. Gold on the domestic front is expected to trade in the range of Rs. 70,000- 71,500

Precious metals	Close (\$)	%Chg.
Gold	2347.9	0.8%
Silver	27.96	1.7%
CFTC data	Speculative Longs	Change WoW
Gold	178213	20493
Silver	34084	3902
ETF	Close	%Chg.
GOLD ETF	1972.7	0.14
Silver ETF	25266	9.95
Others	Close	%Chg.
DXY	104.30	0.0%
US 10Y Yields	4.42	1.6%

## Base Metals

London copper prices fell as the prospect of fewer-than-expected interest rate cuts by the U.S. weighed on investor sentiment, while Shanghai copper climbed to an all-time high. Rate cut hopes by the U.S. Federal Reserves and soft a dollar boosted copper to a 14-month high last week; however, strong jobs data showed the world's largest economy created more jobs than expected last month, suggesting that the Fed may not be in a rush to cut interest rates in the near term. Codelco, said the world's biggest copper producer churned out almost 300kt in the Q1'24, this suggests it's yet to bounce back from the lowest levels in a quarter of a century, it officially produced 326kt in the same period last year. Drought conditions in neighboring Zambia are also putting the country's planned expansion of mined output at risk, this comes following cutbacks to Anglo's copper mines in Chile and the closure of the Cobre Panama copper mine late last year.

## Energy

Oil prices settled higher, garnering weekly gains, as geopolitical tensions bolstered bets on future supply disruptions. The potential of Iran joining the Israel-Hamas war lifted oil prices, as Tehran threatened retaliation for what it saw as an Israeli raid on an Iranian embassy in Syria. Tight supply expectations remain in play as OPEC+ recently reiterated that its production cuts will remain in place until End-June, while top producer Russia also flagged deeper production cuts. However, reducing chances on sooner Federal Reserve rate reduction following a solid employment report tempered gains. Over the weekend, Israel withdrew soldiers from parts of Gaza and committed to renewed dialogue over a potential ceasefire with Hamas, pushing prices lower in early Asian trading session today.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	801	1.6%
Aluminium	2240	1.8%
Nickel	1462	2.1%
Lead	187	0.4%
Zinc	233	3.8%

Inventory		Current	W/W Chg.	Units
Copper	LME	115525	3000	MT
	Shanghai	291849	1621	MT
Aluminum	LME	535475	-1375	MT
	Shanghai	219474	2634	MT
Nickel	LME	77604	-144	MT
	Shanghai	17200	279	MT
Lead	LME	273025	-1500	MT
	Shanghai	51781	2558	MT
Zinc	LME	260200	-1775	MT
	Shanghai	123846	954	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	85.70	-1.1%
Natural gas	1.77	0.6%

Inventory ( EIA)	Current	W/W Chg.	Units
Crude oil	451.42	3.21	Mnbl
Gasoline	227.82	-4.26	Mnbl
Distillate	116.07	-1.27	Mnbl
Natural Gas	3.13	-0.21	bcf

CFTC data	Speculative Longs	Change WoW
Crude oil	229484	12045
Natural Gas	-83182	2254

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

## Options Monitor

### MCX Gold Mini

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
-9.8%	486	303	1655	68000	233.5	3021	2052	51.0%	
-44.6%	36	28	1398.5	68500	337.5	256	104	7.2%	
-5.4%	767	1680	1076	69000	472	3169	1320	92.7%	
14.1%	146	1031	843	69500	667	222	116	0.0%	
68.2%	903	4850	624.5	<b>70000</b>	865	1504	577	1127.7%	
600.0%	98	260	453	70500	1149	8	4	0.0%	
165.9%	569	2417	330.5	71000	1399.5	62	25	0.0%	
0.0%	0	0	92.5	71500	1475.5	0	0	0.0%	
0.0%	0	0	320.5	72000	2113	0	0	0.0%	

### MCX Crude Oil

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
-43.1%	2895	16478	202.1	7000	55.6	69949	10101	-15.8%	
-6.1%	1069	3346	171.6	7050	68.8	12252	930	-2.7%	
-28.0%	3249	54282	150.8	7100	89.4	86628	8517	-7.3%	
-2.9%	1268	14167	130.5	7150	106.5	19626	1909	62.1%	
-10.4%	4304	154832	111.7	<b>7200</b>	133.8	148265	7513	165.7%	
77.1%	595	35789	93.8	7250	159.1	14734	807	3568.2%	
-17.7%	3545	102423	82.1	7300	185.5	59458	3369	791.3%	
-16.3%	437	11155	67.4	7350	218.5	240	25	400.0%	
-12.1%	1918	57142	55.7	7400	245.3	6442	556	186.6%	

### MCX Natural Gas

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
0.0%	0	0	34.4	115	0.25	554	283	8.8%	
0.0%	37	1	24.65	125	0.55	4448	930	10.5%	
-12.1%	109	384	16.95	135	1.85	5583	1713	-8.0%	
12.3%	1607	16128	13.1	140	3.05	30039	8691	25.0%	
-0.3%	3010	17943	9.9	<b>145</b>	255	23252	4074	13.2%	
38.9%	10972	64354	7.35	150	6.85	50891	9033	4.1%	
51.3%	5505	28299	5.4	155	9.7	13530	1918	-10.1%	
-5.6%	2885	8098	2.7	165	16.2	900	201	-6.1%	
25.0%	1732	2775	1.35	175	23.9	0	8	0.0%	

## Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Apr	6,028	5,969	5,998	6,050	6,079	6,131	Bearish	Moderate	5984 - 6065
Cocudakl	NCDEX	Apr	2,573	2,542	2,558	2,570	2,586	2,598	Bearish	Moderate	2564 - 2592
Cotton	NCDEX	May	61,580	61,233	61,407	61,653	61,827	62,073	Bearish	Moderate	61320 - 61740
Dhaniya	NCDEX	Apr	7,760	7,567	7,663	7,787	7,883	8,007	Bearish	Moderate	7615 - 7835
Jeera	NCDEX	Apr	24,440	23,677	24,058	24,432	24,813	25,187	Bearish	Moderate	24245 - 25000
Guar Seed	NCDEX	Apr	5,362	5,203	5,282	5,330	5,409	5,457	Bearish	Moderate	5306 - 5433
Guar Gum	NCDEX	Apr	10,664	10,275	10,469	10,585	10,779	10,895	Bearish	Moderate	10527 - 10837
Mentha Oil	MCX	Apr	907	893	900	912	919	932	Bearish	Moderate	896 - 916
Turmeric	NCDEX	Apr	16,816	16,348	16,582	16,766	17,000	17,184	Flat	Moderate	16674 - 17092

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Apr	70189	68996	69592	70246	70842	71496	Bullish	Moderate	69919 - 71169
Gold Comex	Comex	Apr	2326	2246	2286	2307	2347	2368	Bullish	Low	2297 - 2358
Silver	MCX	May	80863	77776	79319	80175	81718	82574	Bullish	Moderate	79747 - 82146
Silver Comex	Comex	May	27.50	25.96	26.73	27.17	27.95	28.39	Bullish	Moderate	27 - 28
Crude	MCX	Apr	7284	7148	7216	7256	7324	7364	Bullish	Moderate	7236 - 7344
Crude Nymex	Nymex	May	86.10	84.97	85.54	86.18	86.75	87.39	Bullish	Moderate	86 - 87
Nat Gas	MCX	Apr	152	145	148	150	154	156	Bearish	Moderate	149 - 155
BullDex	MCX	Apr	17923	17449	17686	17809	18046	18169	Bullish	Moderate	17748 - 18108
Copper	MCX	Apr	801.40	790	796	800	805	809	Bullish	Low	798 - 807
Zinc	MCX	Mar	232.60	229	231	233	234	236	Bullish	Moderate	232 - 235
Lead	MCX	Apr	187	183	185	186	188	190	Bullish	Moderate	186 - 189
Aluminum	MCX	Mar	223.95	220	222	223	225	227	Bullish	Moderate	223 - 226

**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](http://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 CCRL 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 it's 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](http://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](mailto:na@motilaloswal.com), Contact No.:022-40548085.

**Grievance Redressal Cell:**

Contact Person	Contact No.	Email ID
Ms. Hemang Date	022 40548000 / 022 67490600	<a href="mailto:query@motilaloswal.com">query@motilaloswal.com</a>
Ms. Kumud Upadhyay	022 40548082	<a href="mailto:servicehead@motilaloswal.com">servicehead@motilaloswal.com</a>
Mr. Ajay Menon	022 40548083	<a href="mailto:am@motilaloswal.com">am@motilaloswal.com</a>

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, PMS, Fixed Deposit, Insurance, Bond, NCDs and IPO products.

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