



Friday, June 14, 2024

Overview

- Japan holds rate at 0.1%
- US PPI unexpectedly declines
- Oil prices head for weekly gains
- Natural gas prices dip after buildup in storage

Precious Metals

Gold prices inched higher in the early morning trade, as U.S. economic data indicated a softening of price pressures, fuelling optimism that a rate cut from the Federal Reserve might be forthcoming. However, market participants are largely focusing on comments from Governor Powell in recent Fed policy meeting. US CPI fell by 0.1%, following the same, US PPI in yesterday's session was also reported lower than expectations. US PPI on monthly basis was reported at -0.2% against expectations of 0.5%; similarly, US weekly jobless claims were also reported at the highest level since August 2023. Bullions did not react much to this update, as after effects of Fed policy meeting was weighing on the market. Fed signaled that they intend to cut interest rates just once by the end of 2024, as the US central bank left borrowing costs on hold at a 23-year high of between 5.25% and 5.5%. There was no change in the projections for growth this year however, inflation forecast was revised higher by 0.2%. Focus today will be on Michigan consumer sentiment. Gold on domestic front is expected to between the range of ₹70700 -71,700.

Precious metals	Close (\$)	%Chg.
Gold	2308.3	0.2%
Silver	29.08	0.3%
CFTC data	Speculative Longs	Change WoW
Gold	180761	1540
Silver	35801	-3728
ETF	Close	%Chg.
GOLD ETF	1928.4	-14.15
Silver ETF	24790	0.00
Others	Close	%Chg.
DXY	105.20	0.0%
US 10Y Yields	4.26	-1.3%

Base Metals

Copper prices slipped while the dollar steadied after the U.S. Federal Reserve pushed back a potential interest rate cut to the end of the year. The dollar gained strength although the U.S. producer price index (PPI) fell unexpectedly in May to suggest easing price pressures. On Wednesday, the U.S. consumer price index (CPI) for May was also reported softer than expected at 3.3% v/s 3.4%. However, optimism over cooling inflation was not enough to keep the dollar down after the Fed's hawkish statement to keep higher interest rates longer. Metals used extensively in the EV market were also under pressure following news that the EU plans to hit Chinese electric cars with tariffs of up to 48%. China's EV industry has been looking at international markets to grow sales amid overcapacity in its domestic market. The PBoC held a meeting this week to promote its relending policies for affordable housing and encourage state-owned companies to buy unsold homes. China's consumer inflation held steady in May while producer price declines eased, but the underlying trend suggests Beijing would need to do more to prop up feeble domestic demand and an uneven economic recovery.

Energy

Oil prices steadied after gaining for three consecutive days after traders locked in some profits after a positive week on hopes of tighter supplies. Support was also found after OPEC+ reiterated its commitment to keeping production low to support prices. The cartel also maintained its annual oil demand growth forecast in a monthly report, citing improved prospects from an eventual lowering in global interest rates which helped reverse losses in the previous week driven by an agreement by OPEC and its allies to start unwinding their output cuts after September. Despite positive cues from OPEC+, oversupply fears are still in play and are keeping prices lower which is seen in downward revision of demand growth forecast by the IEA. Natural gas prices extended losses after weekly report showed addition of 74BCF of gas into storage last week. The report also showed US gas stockpiles are 23.9% above their 5-year average.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	856	1.0%
Aluminium	2340	1.1%
Nickel	1507	-1.1%
Lead	188	-0.1%
Zinc	260	3.0%

Inventory		Current	W/W Chg.	Units
Copper	LME	132075	4650	MT
	Shanghai	336964	15269	MT
Aluminum	LME	1085550	-7000	MT
	Shanghai	226582	8797	MT
Nickel	LME	86664	936	MT
	Shanghai	21790	-341	MT
Lead	LME	193200	2950	MT
	Shanghai	63959	4157	MT
Zinc	LME	255900	-2000	MT
	Shanghai	127153	-1988	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	78.16	0.2%
Natural gas	2.94	-2.9%

Inventory (EIA)	Current	W/W Chg.	Units
Crude oil	459.65	3.73	Mnbl
Gasoline	233.51	2.57	Mnbl
Distillate	123.37	0.88	Mnbl
Natural Gas	3.13	-0.21	bcf

CFTC data	Speculative Longs	Change WoW
Crude oil	152342	-49087
Natural Gas	16847	-26017

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		
0.0%	40	14	2864	69000	83.5	1653	743	106.4%	
0.0%	0	0	2388.5	69500	205	0	0	0.0%	
32.1%	350	519	1950	70000	252	6552	1860	34.8%	
0.0%	1	0	1566	70500	498.5	0	0	0.0%	
105.4%	1132	6187	1213	71000	656.5	8198	1391	6.3%	
82.8%	468	3023	947.5	71500	948.5	1133	163	13.2%	
65.0%	3172	9508	702	72000	1298	1448	888	-10.1%	
8.2%	289	522	517.5	72500	1728	76	80	-1.2%	
21.3%	2740	6801	397	73000	2146	146	394	1.3%	

MCX Crude Oil

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
1.1%	1216	14126	280.6	6300	1.7	45210	10236	-2.8%	
-14.1%	573	14951	232.1	6350	3	32491	2825	10.4%	
-6.3%	3651	106768	183.9	6400	4.8	159641	12887	10.2%	
0.9%	2903	73220	137.9	6450	7.6	142068	5898	36.1%	
8.9%	11993	489889	101	6500	15.4	548610	18595	1218.8%	
26.3%	3618	320477	70.1	6550	29.3	289519	4741	37.6%	
12.7%	14065	491266	44.9	6600	52.3	401627	9898	18.5%	
26.3%	6943	127347	26.3	6650	87.9	56182	2188	28.3%	
0.9%	11637	109026	16.3	6700	133.8	74035	2057	-34.3%	

MCX Natural Gas

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
-3.9%	197	23	42.05	215	0.85	3338	3101	11.1%	
-1.2%	906	294	29.7	225	1.95	9381	3087	0.1%	
-56.9%	283	7473	21.5	235	4.55	26593	3531	-17.8%	
21.6%	2998	33954	18.4	240	6.45	72069	5902	6.7%	
119.6%	1344	35258	15.3	245	255	44257	2135	18.3%	
47.8%	6659	105493	12.8	250	11.3	102533	4206	-1.3%	
97.1%	4050	58651	10.75	255	14.35	34688	1371	6.9%	
14.6%	1794	22551	7.4	265	21.7	5765	90	-48.9%	
145.7%	2076	13118	4.7	275	29.55	14	3	0.0%	

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Jun	5,778	5,735	5,756	5,772	5,793	5,809	Bearish	Moderate	5764 - 5801
Cocudakl	NCDEX	Jun	2,734	2,685	2,709	2,725	2,749	2,765	Bearish	Moderate	2717 - 2757
Cotton	NCDEX	July	56,120	55,907	56,013	56,107	56,213	56,307	Bearish	Moderate	56060 - 56260
Dhaniya	NCDEX	Jun	7,434	7,375	7,405	7,439	7,469	7,503	Bearish	Moderate	7390 - 7454
Jeera	NCDEX	Jun	28,800	28,230	28,515	28,940	29,225	29,650	Bearish	Moderate	28373 - 29083
Guar Seed	NCDEX	Jun	5,450	5,287	5,369	5,480	5,562	5,673	Bearish	Moderate	5425 - 5618
Guar Gum	NCDEX	Jun	10,710	10,328	10,519	10,762	10,953	11,196	Bearish	Moderate	10641 - 11075
Mentha Oil	MCX	Jun	916	906	911.17	919	924	933	Bearish	Moderate	909 - 922
Turmeric	NCDEX	Jun	18,046	17,526	17,786	17,940	18,200	18,354	Flat	Moderate	17863 - 18277

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Aug	71138	70514	70826	71288	71600	72062	Bearish	Moderate	70670 - 71444
Gold Comex	Comex	June	2300	2283	2292	2305	2313	2326	Bearish	Moderate	2287 - 2309
Silver	MCX	July	87983	86263	87123	88223	89083	90183	Bearish	Moderate	86693 - 88653
Silver Comex	Comex	July	29.07	28.11	28.59	29.21	29.69	30.31	Bearish	Moderate	28 - 29
Crude	MCX	June	6568	6451	6510	6549	6608	6647	Strong	Low	6530 - 6628
Crude Nymex	Nymex	July	78.26	76.86	77.56	78.05	78.75	79.24	Strong	Low	78 - 79
Nat Gas	MCX	June	248	234	241	250	257	265	Bearish	Moderate	238 - 253
BullDex	MCX	June	18356	18152	18254	18377	18479	18602	Bearish	Moderate	18203 - 18428
Copper	MCX	June	855.65	843	849	858	864	873	Bearish	Moderate	846 - 861
Zinc	MCX	June	259.90	255	258	260	262	264	Flat	Moderate	259 - 263
Lead	MCX	June	188	186	187	188	188	189	Bearish	Moderate	187 - 188
Aluminum	MCX	June	233.70	230	232	234	236	239	Bearish	Moderate	233 - 238

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