



Friday, June 28, 2024

Overview

- Gold prices dipped ahead of key inflation print
- Oil prices rose on supply worries
- Yen continues to weaken against the dollar
- Focus today will be on US PCE price Index

Precious Metals

Gold prices gained after a steep fall witnessed since the start of this week, on back of mixed economic data from US and increased expectations regarding cut in interest rate. However, firm dollar index, which is hovering around 106 level is capping gains on higher side; similarly, US 10Y Yield is also inching higher marked at ~4.3%. On data front, pending home sales and orders placed with US factories both unexpectedly fell in May, the former to a record low. In its third estimate of gross domestic product for the January to March quarter, the government confirmed that economic growth moderated sharply in the first quarter; US GDP was reported at 1.4% slightly higher from the expectations of 1.3%, but lower from previous reading of 3.4%. While on one hand Fed officials are continuously commenting to maintain a cautious approach, as inflation is still on higher side; but on other, market participants are still discounting ~60% chance for a rate cut in September. Markets were also on alert for signs of Japanese authorities intervening in the yen as it languished near a 38-year low. Focus today will be on US PCE price index data - Feds preferred gauge of inflation; which if reported lower than expectations it could raise the raise cut expectations and support bullions.

Precious metals	Close (\$)	%Chg.
Gold	2323.4	-0.2%
Silver	29.05	0.0%
CFTC data	Speculative Longs	Change WoW
Gold	189533	11984
Silver	32159	2559
ETF	Close	%Chg.
GOLD ETF	1925.4	-8.83
Silver ETF	25014	-28.41
Others	Close	%Chg.
DXY	105.91	0.1%
US 10Y Yields	4.31	-0.7%

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Base Metals

Copper prices in London firmed on Friday, but were on track for their biggest monthly decline since May 2023 amid patchy economic growth in top consumer China and higher inventories. After advancing to a record high of \$11,104, copper prices have fallen 14%, partly on sluggish economic data from China and uncertainty over U.S. interest rates. Copper inventories in warehouses monitored by the Shanghai Futures Exchange were at 322,910 tons last week, compared with about 30,000 tons in January, reflecting the abundant supply in China. The decarbonisation of the global economy is putting increasing pressure on power grids, this is being amplified by climate change, with extreme weather raising demand for electricity-driven cooling. This is likely to see increased spending on grid infrastructure if shortages are to be avoided in coming years.

Energy

Oil futures finished higher in previous session, fueled by concerns about global crude supply disruptions as geopolitical tensions in the Middle East and Europe escalated, while an unexpected increase in US crude and gasoline inventories provided a floor for prices. Gasoline inventories also rose despite the onset of the travel-heavy summer season. Expectations of record travel over the July 4th weekend in the U.S. could lift gasoline demand and help draw stockpiles, providing some optimism of continued summer demand. Ukraine's attacks on key Russian fuel refineries raised concerns about potential interruptions in Moscow's energy supplies. The geopolitical disputes caused traders to attach a bigger risk premium to oil prices, raising the likelihood of tighter markets in the coming months due to disruptions in oil supplies. Natural gas prices slipped despite EIA report which showed US utilities added 52 billion cubic feet of natural gas into storage last week, slightly below the expected 53 bcf build. Gas in storage is now 20.6% above the seasonal norm. natural gas prices are headed for a third consecutive week of declines due to increased output, as higher prices in recent weeks encouraged producers like EQT and Chesapeake Energy to resume drilling.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	847	0.3%
Aluminium	228 ^P	0.0%
Nickel	1459	-0.3%
Lead	196	0.8%
Zinc	276	1.6%

Inventory		Current	W/W Chg.	Units
Copper	LME	177750	2275	MT
	Shanghai	322910	-7843	MT
Aluminum	LME	1032875	-5850	MT
	Shanghai	228739	4436	MT
Nickel	LME	93864	600	MT
	Shanghai	20169	-90	MT
Lead	LME	223500	0	MT
	Shanghai	54087	-11497	MT
Zinc	LME	239600	-250	MT
	Shanghai	128107	2699	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	82.19	0.3%
Natural gas	2.71	2.1%

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	190665	-2070
Natural Gas	38642	-2342

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%	0	0	2046	69500	294.5	0	0	0.0%	
-66.8%	69	93	1537.5	70000	309.5	1936	567	-50.0%	
-100.0%	0	0	1391	70500	472	170	47	-78.6%	
-82.9%	338	2448	1001.5	71000	641.5	3800	779	-46.1%	
-88.9%	97	589	805	71500	879.5	143	27	-93.5%	
-37.9%	1034	4749	604.5	72000	1128.5	581	383	-1.0%	
-98.8%	8	10	578.5	72500	1549	0	0	-100.0%	
-47.8%	763	2823	381	73000	1845	37	110	-70.6%	
-95.2%	2	3	280	73500	2256	0	0	0.0%	

MCX Crude Oil

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
-12.7%	715	9109	283.8	6600	77	50020	8653	5.4%	
-24.8%	100	1560	249.8	6650	91.8	15952	1523	2.3%	
-21.0%	2322	64689	216.7	6700	109.3	101867	11015	8.1%	
26.2%	1368	30322	186.7	6750	130.6	44893	2090	-3.1%	
-14.0%	8813	185598	160	6800	154.3	179696	10332	6.8%	
1.4%	2267	33541	134.3	6850	179.9	20636	883	145.3%	
5.7%	4369	76094	112.9	6900	209.4	39898	1006	30.8%	
-6.6%	1511	19032	93.4	6950	240.6	82	15	50.0%	
-12.9%	5143	58698	77.7	7000	274.8	7718	409	14.6%	

MCX Natural Gas

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
-10.7%	317	411	33.55	200	2.8	13992	2861	3.6%	
12.3%	82	1628	25.9	210	5.4	20934	2743	33.2%	
34.0%	729	16305	19.25	220	9.35	33948	3222	35.0%	
200.3%	1087	20114	16.55	225	11.85	27352	1390	40.4%	
92.7%	4854	63698	14.05	230	255	55432	4411	29.4%	
22.3%	3383	26827	11.9	235	17.55	11121	806	-17.8%	
24.3%	7201	42338	10	240	20.9	13397	2135	-7.2%	
0.3%	9290	32089	6.8	250	28.25	3794	1214	-25.8%	
2.8%	3081	13783	4.7	260	36.65	704	233	-15.6%	

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	July	5,759	5,721	5,740	5,760	5,779	5,799	Bearish	Moderate	5750 - 5789
Cocudakl	NCDEX	July	2,893	2,838	2,866	2,881	2,909	2,924	Bearish	Moderate	2874 - 2917
Cotton	NCDEX	July	58,540	57,887	58,213	58,647	58,973	59,407	Bearish	Moderate	58050 - 58810
Dhaniya	NCDEX	July	7,400	7,284	7,342	7,390	7,448	7,496	Bearish	Moderate	7366 - 7472
Jeera	NCDEX	July	28,990	28,490	28,740	29,070	29,320	29,650	Bearish	Moderate	28615 - 29195
Guar Seed	NCDEX	July	5,320	5,277	5,299	5,318	5,340	5,359	Bearish	Moderate	5309 - 5350
Guar Gum	NCDEX	July	10,354	10,218	10,286	10,362	10,430	10,506	Bearish	Moderate	10324 - 10468
Mentha Oil	MCX	July	914	905	909.23	916	920	926	Bearish	Moderate	907 - 918
Turmeric	NCDEX	Aug	17,410	16,942	17,176	17,476	17,710	18,010	Flat	Moderate	17059 - 17593

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Aug	71572	70554	71063	71379	71888	72204	Flat	Moderate	71221 - 72046
Gold Comex	Comex	July	2325	2282	2303	2316	2337	2350	Flat	Moderate	2310 - 2344
Silver	MCX	July	87048	85824	86436	87063	87675	88302	Bearish	Moderate	86750 - 87989
Silver Comex	Comex	July	29.09	28.55	28.82	29.11	29.38	29.66	Bearish	Moderate	29 - 30
Crude	MCX	July	6804	6685	6745	6795	6855	6905	Bullish	Moderate	6770 - 6880
Crude Nymex	Nymex	Aug	80.83	79.22	80.02	80.62	81.42	82.02	Bullish	High	80 - 82
Nat Gas	MCX	July	227	220	223	228	232	236	Bearish	Moderate	222 - 230
BullDex	MCX	June	18344	18127	18236	18316	18425	18505	Bearish	Moderate	18276 - 18465
Copper	MCX	June	834.25	826	830	836	840	846	Bearish	Moderate	828 - 838
Zinc	MCX	June	276.35	264	270	274	280	284	Bullish	High	272 - 282
Lead	MCX	June	188	187	188	188	189	190	Bearish	Moderate	187 - 189
Aluminum	MCX	June	227.85	228	228	228	228	228	Bearish	Moderate	228 - 228

Navneet Damani

Head Research- Currencies and Commodities

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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

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