



Tuesday, July 09, 2024

## Overview

- Gold fell following renewed ceasefire talks and profit taking
- Oil inched lower as supply disruptions worries subsided
- Focus this week will be on US CPI and PPI data.

## Precious Metals

Gold and silver prices fell in yesterday's session amidst some profit booking from last week's gains, and ambiguity regarding interest rate cut and geo-political tensions. Bullion rose sharply through the past week, breaking out of the low-\$2,300s as a slew of weak readings on the labor market brewed more optimism over interest rate cuts. US unemployment rate was reported at 4.1%- for the first time above 4% since Dec'21. On other hand, US non-farm payroll was reported better than expectations reporting an addition of more than 200k jobs, keeping market participants on edge regarding the US labour market. Governor Powell in his speech and in FOMC meeting minutes last week, signaled caution amidst inflationary concerns. Despite jobs additions and hawkish comments from the Fed, probability for a rate cut in September meeting is above 70% supporting an up-move in both Gold and Silver prices. With new government and political development in Iran, US mentioned about some progress regarding the ceasefire talks yesterday weighing on the metal. Any update from Israel or elsewhere will be crucial for further volatility in prices. Market participants will also keep an eye on more cues on U.S. interest rates from a testimony by Federal Reserve Chair Jerome Powell and key inflation data due through the week.

Precious metals	Close (\$)	%Chg.
Gold	2382.1	-0.4%
Silver	31.02	-0.6%
CFTC data	Speculative Longs	Change WoW
Gold	184710	-4823
Silver	32990	831
ETF	Close	%Chg.
GOLD ETF	1962.8	0.00
Silver ETF	25070	0.00
Others	Close	%Chg.
DXY	104.88	0.0%
US 10Y Yields	4.30	-1.7%

## Base Metals

Copper prices dipped as the market balanced a weaker dollar against persistent weak demand signals from top metals consumer China. Lacklustre demand in China has led to an inventory build-up, with deliverable stocks in SHFE warehouses not far from a four-year peak touched last month. A survey by Shanghai Metals Market showed an unexpected decline in copper cable and wire producers' operation rates last week. Investors are hoping that additional stimulus measures will be announced at China's key third plenum meeting on July 15-18. The dollar slipped after data last week showed U.S. job growth slowed marginally in June while the unemployment rate rose, boosting bets that the Federal Reserve could begin cutting interest rates in September.

## Energy

Oil prices settled lower to one-week low as Hurricane Beryl shut down U.S. refineries and ports around the Gulf of Mexico, while optimism for a possible ceasefire in Gaza eased concerns about global crude supply disruptions. Hamas has been making many substantial concessions to Israel in order to reach a cease-fire agreement and further developments on ceasefire negotiations will be important to watch for. Tropical Storm Beryl made landfall in Texas knocking out power over much of the state and while the storm had risen to a category 1 hurricane when it made landfall, it quickly dropped to a tropical storm and is projected to deteriorate more as it moves up the coast. Natural gas prices rose on concerns over hurricane Beryl as the storm made landfall near Texas with maximum sustained winds of 80 mph, prompting closures of key oil and gas ports in Texas. Today EIA Short-Term Energy outlook will be released which would provide near term insights. This week, inflation data from the US and China will be important to track for further outlook on demand.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	875	0.6%
Aluminium	2340	-0.2%
Nickel	1456	-0.6%
Lead	190	0.3%
Zinc	276	0.7%

Inventory		Current	W/W Chg.	Units
Copper	LME	191625	5350	MT
	Shanghai	321642	2121	MT
Aluminum	LME	999725	-5100	MT
	Shanghai	244020	9149	MT
Nickel	LME	97254	204	MT
	Shanghai	19182	-178	MT
Lead	LME	222150	-1800	MT
	Shanghai	56166	2323	MT
Zinc	LME	258675	-25	MT
	Shanghai	126697	284	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	82.86	-0.4%
Natural gas	2.34	-4.3%

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	235816	45151
Natural Gas	34625	-4017

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
0.0%	0	0	2604	70500	132	80	91	-5.2%
-11.5%	301	308	2099	71000	223	2495	1163	-21.8%
16.6%	218	187	1717.5	71500	372.5	609	473	-7.1%
15.6%	969	2313	1332.5	72000	553	5336	1130	-26.2%
73.8%	325	940	1057	<b>72500</b>	788.5	868	161	22.9%
51.7%	2287	6800	800	73000	1100.5	2438	986	13.3%
180.0%	56	200	594.5	73500	1306	1	2	100.0%
-1.3%	945	3898	435	74000	1922.5	141	149	62.0%
-25.0%	3	1	297.5	74500	2279	0	0	0.0%

## MCX Crude Oil

Call		Particulars				Put		
% Chg in OI	OI	Volume	Premium	Strike	Premium	Volume	OI	% Chg in OI
37.9%	491	2817	386.9	6600	17.6	19363	9148	-1.7%
-19.4%	29	46	350.4	6650	23.9	5903	1602	-1.7%
8.5%	1643	24438	295.3	6700	32.1	55766	11783	-0.1%
0.0%	779	9089	247.2	6750	41.8	30773	4615	-8.3%
53.6%	5115	113131	212.8	<b>6800</b>	58.6	142535	13764	-17.9%
23.0%	1725	49815	172.1	6850	77.5	69106	4438	4.4%
179.3%	12101	277127	142.8	6900	102.1	239338	9858	-6.8%
65.6%	4349	82544	113.8	6950	130.3	43319	1635	-17.4%
18.1%	17041	162502	90.6	7000	164.3	103834	3284	-51.8%

## MCX Natural Gas

Call		Particulars				Put		
% Chg in OI	OI	Volume	Premium	Strike	Premium	Volume	OI	% Chg in OI
100.0%	2	3	35.75	160	0.45	3448	1726	14.3%
22.2%	11	8	27.5	170	1.05	7553	4433	3.5%
22.0%	144	2515	18.9	180	2.4	19640	3758	13.5%
726.7%	124	4456	15.4	185	3.55	13897	2537	48.2%
28.8%	1158	26317	12.4	<b>190</b>	255	39113	4378	49.1%
43.4%	1835	38246	9.9	195	7.6	33748	2742	90.9%
33.3%	8670	65214	7.75	200	10.15	33590	4943	-4.9%
5.6%	7112	31258	4.5	210	16.7	7022	3483	-0.8%
7.5%	10150	15441	2.5	220	24.65	545	2381	0.6%

## Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Aug	6,077	5,915	5,996	6,053	6,134	6,191	Bearish	Moderate	6025 - 6163
Cocudakl	NCDEX	Aug	2,956	2,874	2,915	2,952	2,993	3,030	Bearish	Moderate	2934 - 3012
Cotton	NCDEX	July	58,170	57,810	57,990	58,190	58,370	58,570	Bearish	Moderate	57900 - 58280
Dhaniya	NCDEX	Aug	7,276	7,232	7,254	7,274	7,296	7,316	Bearish	Moderate	7243 - 7285
Jeera	NCDEX	July	28,365	27,822	28,093	28,597	28,868	29,372	Bearish	Moderate	27958 - 28733
Guar Seed	NCDEX	Aug	5,417	5,370	5,393	5,427	5,450	5,484	Bearish	Moderate	5382 - 5439
Guar Gum	NCDEX	Aug	10,618	10,481	10,549	10,651	10,719	10,821	Bearish	Moderate	10515 - 10685
Mentha Oil	MCX	July	979	964	971.60	983	991	1,003	Bullish	Low	968 - 987
Turmeric	NCDEX	Aug	15,246	14,461	14,853	15,343	15,735	16,225	Bearish	Moderate	14657 - 15539

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Aug	72333	71572	71953	72510	72891	73448	Bearish	Moderate	71763 - 72701
Gold Comex	Comex	July	2355	2333	2344	2364	2375	2395	Bullish	Moderate	2339 - 2370
Silver	MCX	Sep	92614	90979	91797	92842	93660	94705	Bullish	High	91388 - 93251
Silver Comex	Comex	Aug	30.74	30.04	30.39	30.92	31.27	31.79	Bullish	High	30 - 31
Crude	MCX	July	6878	6821	6849	6890	6918	6959	Bearish	Moderate	6835 - 6904
Crude Nymex	Nymex	Sep	81.52	80.56	81.04	81.77	82.25	82.98	Bearish	Moderate	81 - 82
Nat Gas	MCX	July	198	190	194	197	201	204	Bearish	Moderate	195 - 202
BullDex	MCX	July	18696	18500	18598	18728	18826	18956	Bullish	High	18549 - 18777
Copper	MCX	July	869.80	861	865	872	876	883	Strong	Low	863 - 874
Zinc	MCX	July	271.55	268	270	273	275	278	Bearish	Moderate	269 - 274
Lead	MCX	July	190	189	189	190	191	192	#DIV/0!	#DIV/0!	190 - 191
Aluminum	MCX	July	232.65	231	232	233	234	235	Bearish	Moderate	231 - 234

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