



Monday, July 15, 2024

## Overview

- China Q2 GDP growth below estimates at 4.7% YoY
- US PPI rose coming at 0.2% against -0.2% previously
- Focus today will be on Powell's speech.

## Precious Metals

Gold prices witnessed sharp volatility but managed to stay above \$2400 which it hit post the US CPI data last week. Consumer price index data released read a touch lower than expected, driving up hopes that cooling inflation will give the Fed more confidence to begin cutting rates. US headline inflation falls to 3%, while US MoM CPI fell below 0 line reported at -0.1%; US Core CPI was also reported 0.1% lower than expectations. Post the data bets for rate cut in September Fed meeting increased from ~60% to above 80%, and currently is at 88%, supporting an up-move in bullions. Gains were capped on higher side as towards the end of last week US PPI was reported better than expectations. Monthly US PPI was reported at 0.2% against previous month of -0.2%, similarly YoY data was at 2.6% against estimates of 2.2%. Update regarding US Presidential election could increase volatility in market, along with geo-political tensions. Focus today will be on Governor Powell's speech. Market participants this week will also keep an eye on important data points like US Retail Sales, Industrial production and a few housing numbers which could provide clarity on overall economic health and Fed's interest path ahead. Gold on domestic front could trade in a range of Rs. 72,500-73,500

Precious metals	Close (\$)	%Chg.
Gold	2411.3	-0.1%
Silver	30.88	0.4%
CFTC data	Speculative Longs	Change WoW
Gold	178541	-6169
Silver	32472	-518
ETF	Close	%Chg.
GOLD ETF	1938.3	-2.81
Silver ETF	24917	-57.41
Others	Close	%Chg.
DXY	104.09	0.1%
US 10Y Yields	4.19	-0.1%

## Base Metals

Copper recorded its seventh decline in eight weeks, as rising inventories and weak economic data from China weigh on sentiment. Copper stockpiles in LME warehouses rose by 7.5% last week and have nearly doubled since mid-May to reach their highest level since October 2021. Last week, Chinese imports shrank, China's imports of unwrought copper and copper products fell 3% year-on-year to 436,000 metric tons in June, government data showed on Friday. The reading came as broader Chinese imports unexpectedly shrank in June, fueling concerns over weak local demand and a sluggish economic recovery in the country. China's trade surplus surged to a near two-year high, while exports also grew more than expected. Today in the early morning session, expect for China industrial production, all other data points like Retail Sales, fixed asset investment and GDP was reported lower than estimates. China GDP (YoY) was reported at 4.7% v/s 5.1% estimates. Focus is now on the Third Plenum of the Chinese Communist Party this week, for more cues on the economy and stimulus.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	867	1.4%
Aluminium	2290	0.3%
Nickel	1438	-1.3%
Lead	190	-0.2%
Zinc	274	0.1%

Inventory		Current	W/W Chg.	Units
Copper	LME	206225	-550	MT
	Shanghai	316108	-5534	MT
Aluminum	LME	976725	-5275	MT
	Shanghai	262200	18180	MT
Nickel	LME	98526	144	MT
	Shanghai	18652	-51	MT
Lead	LME	211475	-1725	MT
	Shanghai	59408	3242	MT
Zinc	LME	251125	-2175	MT
	Shanghai	125892	-805	MT

## Energy

Oil prices settled lower in previous session as investors weighed weakening U.S. consumer sentiment against rising expectations of a Federal Reserve rate cut. In early Asian trading session, dollar is gaining strength from political uncertainty in the U.S. following an attack on U.S. presidential candidate Donald Trump and underwhelming growth data from China was seen as GDP increased 4.7% year on year, falling short of projections of 5.1% and dropping from 5.3% in the previous quarter. The weaker estimate was mostly caused by sluggish consumer spending, which declined in the face of increased economic uncertainty which may dampen crude demand in the world's largest oil importer. Prices drew support last week from US gasoline demand, which was at 9.4 mbpd in the week ended July 5, the highest since 2019 for the week that includes the Independence Day holiday. Jet fuel demand on a four-week average basis was at its strongest since January 2020. Focus this week will be on US Retail Sales, Industrial production and housing data which could provide clarity on overall economic health and Fed's interest rate trajectory ahead.

Energy	Close (\$)	%Chg.
WTI Crude oil	82.35	-0.6%
Natural gas	2.28	2.6%

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	252804	3723
Natural Gas	-34317	-37483

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	
4.2%	223	20	1747.5	71500	108.5	306	316	5.3%
-1.0%	698	491	1409	72000	201	3581	1618	-2.3%
9.0%	243	490	1070	72500	338	1166	522	18.6%
2.8%	2055	7681	798	73000	554.5	5548	1903	11.9%
11.0%	171	1026	569.5	<b>73500</b>	815	115	35	59.1%
-2.5%	1083	3469	390.5	74000	1148	268	278	11.2%
0.0%	5	6	207.5	74500	1505	0	0	0.0%
11.1%	998	1082	173.5	75000	1928	0	1	0.0%
0.0%	0	0	65.5	75500	2381.5	0	0	0.0%

## MCX Crude Oil

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
-2.3%	2506	20412	205.1	6700	13.1	47568	15159	-6.4%
-12.3%	799	9465	162.6	6750	17	36145	6326	-3.0%
-9.1%	5820	112046	123.8	6800	28.1	173416	16025	-20.4%
-2.9%	4053	80874	89.9	6850	42.9	135492	4971	-22.8%
4.3%	13579	441525	62.5	<b>6900</b>	65.8	441674	10513	-8.0%
73.6%	9765	261919	40.6	6950	94.1	231049	2057	-4.7%
38.1%	22432	392576	25.8	7000	128.9	341527	4757	38.6%
32.2%	5179	95447	15.3	7050	168.8	41429	1432	76.6%
26.4%	7921	109099	10.3	7100	214.8	81056	1813	306.5%

## MCX Natural Gas

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
33.3%	4	1	32.9	160	0.25	2401	2126	4.3%
-28.3%	38	472	21.3	170	0.65	9396	6039	-8.6%
-55.0%	318	8911	13.35	180	1.85	31442	5189	18.7%
14.4%	645	16610	10.1	185	2.85	30450	2524	3.4%
-35.4%	3890	68918	7.45	<b>190</b>	255	65719	6988	11.8%
-51.6%	3579	45475	5.35	195	6.7	32380	3441	-11.9%
-30.2%	10308	50667	3.95	200	9.55	21997	5125	-7.4%
-26.7%	7522	20028	2.1	210	16.9	1975	2827	-8.6%
-14.9%	10466	15772	1.2	220	25.3	278	1906	-6.1%

## Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
<b>Castor Seed</b>	NCDEX	Aug	6,164	6,094	6,129	6,164	6,199	6,234	Bearish	Moderate	6112 - 6182
<b>Cocudakl</b>	NCDEX	Aug	3,062	3,013	3,037	3,065	3,089	3,117	Bearish	Moderate	3025 - 3077
<b>Cotton</b>	NCDEX	July	57,980	57,860	57,920	57,960	58,020	58,060	Bearish	Moderate	57890 - 57990
<b>Dhaniya</b>	NCDEX	Aug	7,228	7,157	7,193	7,233	7,269	7,309	Bearish	Moderate	7175 - 7251
<b>Jeera</b>	NCDEX	July	26,735	25,978	26,357	27,043	27,422	28,108	Bearish	Moderate	26168 - 27233
<b>Guar Seed</b>	NCDEX	Aug	5,518	5,472	5,495	5,514	5,537	5,556	Bearish	Moderate	5484 - 5526
<b>Guar Gum</b>	NCDEX	Aug	10,793	10,629	10,711	10,783	10,865	10,937	Bearish	Moderate	10670 - 10824
<b>Mentha Oil</b>	MCX	July	955	941	948.20	953	960	965	Bearish	#DIV/0!	951 - 963
<b>Turmeric</b>	NCDEX	Aug	15,926	15,622	15,774	15,922	16,074	16,222	Flat	#DIV/0!	15698 - 15998

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
<b>Gold</b>	MCX	Aug	73269	72787	73028	73160	73401	73533	Bullish	Low	73094 - 73467
<b>Gold Comex</b>	Comex	July	2414	2393	2404	2402	2412	2410	Bullish	Moderate	2403 - 2411
<b>Silver</b>	MCX	Sep	93109	91132	92120	93066	94054	95000	Bearish	Moderate	91626 - 93560
<b>Silver Comex</b>	Comex	Aug	30.99	30.04	30.51	30.99	31.46	31.94	Bearish	Moderate	30 - 31
<b>Crude</b>	MCX	July	6890	6811	6851	6919	6959	7027	Bullish	Moderate	6831 - 6939
<b>Crude Nymex</b>	Nymex	Sep	81.02	80.03	80.52	81.41	81.90	82.79	Bearish	Moderate	80 - 82
<b>Nat Gas</b>	MCX	July	196	185	191	194	199	202	Flat	Moderate	192 - 200
<b>BullDex</b>	MCX	July	18860	18694	18777	18854	18937	19014	Bullish	Moderate	18736 - 18896
<b>Copper</b>	MCX	July	868.25	843	856	863	875	882	Strong	Low	859 - 879
<b>Zinc</b>	MCX	July	273.30	269	271	272	274	276	Bullish	High	272 - 275
<b>Lead</b>	MCX	July	190	188	189	190	191	191	Flat	Moderate	190 - 191
<b>Aluminum</b>	MCX	July	229.05	227	228	229	230	231	Bearish	Moderate	228 - 230

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