



Monday, October 28, 2024

Overview

- Dollar index climbs higher on rally in Treasury yields
- Crude oil prices shed off of geopolitical risk premium
- On focus this week- US employment data, Core PCE Price Index.

Precious Metals

Gold prices fell as the U.S. dollar held firm, while investors awaited U.S. economic data for fresh insights on the Federal Reserve's monetary policy path. The dollar index gained 0.2%, on track for its best month since April 2022, against its major currencies. Over the weekend, Israel launched air strikes against Iran, including targets in Theran in the latest salvo in an escalating conflict between the regional foes that has stoked fears of an all-out war in the Middle east. The Israel defense forces said it struck military facilities such as missile manufacturing plants and air defenses during attack; however, no oil facilities or refineries were hit easing down the market sentiment. Israeli Prime Minister Benjamin Netanyahu claimed airstrikes "hit hard" Iran's defenses, while Iranian Supreme Leader Ali Khamenei said the damage should not be exaggerated. Elsewhere, as the U.S. gears up for Election Day on Nov. 5, uncertainty prevails, with recent polls showing a tight contest between former President Donald Trump and Vice President Kamala Harris. Data lined up for the week includes the U.S. employment report, job openings, and core Personal Consumption Expenditures (PCE) data, which are vital for assessing the labor market's health and inflation trends. Gold on domestic front is expected to trade between the range of 77,700 -78,700.

Precious metals	Close (\$)	%Chg.
Gold	2732.3	-0.6%
Silver	33.33	-1.1%
CFTC data	Speculative Longs	Change WoW
Gold	242089	6805
Silver	47360	11828
ETF	Close	%Chg.
GOLD ETF	2021.8	0.00
Silver ETF	26552	-63.79
Others	Close	%Chg.
DXY	104.26	0.2%
US 10Y Yields	4.27	0.7%

Base Metals

Copper prices inched lower on a stronger US dollar and uncertainty over China's recovery. A rising dollar increases the cost of copper for other currency holders. However, the European Central Bank's dovish approach in the face of economic weakness could support copper prices. Investors are also anticipating China's National People's Congress gathering early next month where a stimulus package of up to 10 trillion yuan, aimed at helping China achieve its full-year growth targets is expected. China has already implemented several monetary easing measures, such as reducing key lending rates, to revive economic growth. The dollar has been robustly supported, marching to three-month highs and tracking a gain in Treasury yields, fueled by signs of a resilient US economy and wagers on Trump's triumph in the Nov. 5 election. There are also growing predictions that the Federal Reserve would take a more cautious approach to future rate decreases. Zinc prices slid as in as inventory inflows calmed worries about potential shortages.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	790	-1.0%
Aluminium	2410	-1.3%
Nickel	1390	-0.6%
Lead	178	-1.2%
Zinc	288	1.4%

Inventory		Current	W/W Chg.	Units
Copper	LME	276775	-1550	MT
	Shanghai	163075	-5350	MT
Aluminum	LME	748700	-1650	MT
	Shanghai	283289	79	MT
Nickel	LME	135522	-294	MT
	Shanghai	25213	812	MT
Lead	LME	190475	-650	MT
	Shanghai	55504	-731	MT
Zinc	LME	242425	3275	MT
	Shanghai	78098	-1979	MT

Energy

Oil prices tumbled after Israel's retaliatory strike on Iran over the weekend bypassed Tehran's oil and nuclear facilities and did not disrupt energy supplies, easing geopolitical tensions in the Middle East. The strike saw traders price out a risk premium from crude prices, and put focus back squarely on demand, which is expected to weaken in the coming months. Beyond the Middle East conflict, focus this week is on a slew of key economic readings for more cues on global oil demand. GDP data from the U.S. and the euro zone is due in the coming days, while PCE price index data- the Federal Reserve's preferred inflation gauge- is also due later in the week. PMI data from China- the world's biggest oil importer- is due later in the week, offering up more cues on the country after it unveiled a string of major stimulus measures over the past month. Natural gas prices traded lower on warm weather forecast along with negative inventory build last week, which kept pressure on prices.

Energy	Close (\$)	%Chg.
WTI Crude oil	70.44	0.2%
Natural gas	2.55	7.1%

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	129653	-7640
Natural Gas	-79431	-59811

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	2115	76500	576	3	22	-4.3%
-5.2%	514	474	2049	77000	706	3674	917	29.3%
11.1%	20	69	1740.5	77500	897.5	259	88	31.3%
-23.5%	1588	4441	1488.5	78000	1101	2932	787	12.6%
-6.9%	108	351	1243.5	78500	1340	39	26	225.0%
-6.5%	995	1705	1020	79000	1628	143	130	62.5%
1.8%	56	64	847.5	79500	1533.5	0	0	0.0%
2.0%	997	2481	686	80000	2436.5	11	15	66.7%
0.0%	37	8	499	80500	2271.5	0	0	0.0%

MCX Crude Oil

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
-24.0%	2068	9965	294.9	5800	145.3	55220	7378	35.8%
-40.2%	388	4224	270.8	5850	166.7	15996	1079	76.6%
-43.7%	4547	68976	248.2	5900	188.2	101134	6308	48.4%
-42.9%	1371	31126	228.7	5950	213	26033	1576	226.3%
-48.9%	6925	118867	209.4	6000	237.6	84841	5605	42.1%
-63.2%	822	22838	193.3	6050	266	7688	354	125.5%
-44.4%	4855	68328	178.4	6100	295.4	18663	1535	25.6%
-73.7%	474	13984	163.4	6150	326.9	263	75	-15.7%
-60.2%	2371	41560	151.6	6200	360.4	2681	707	-4.2%

MCX Natural Gas

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
-100.0%	0	0	82.05	170	0.55	413	105	-95.8%
-100.0%	0	0	72.15	180	0.9	1988	271	-95.2%
-100.0%	0	0	62.25	190	1.25	3635	1665	-76.0%
-98.7%	18	15	56.05	195	1.65	1422	576	-84.6%
-95.3%	153	194	54.6	200	255	17050	5868	-21.7%
-99.5%	18	157	49.9	205	2.4	4234	665	-88.1%
-95.5%	184	1691	45.95	210	2.95	32722	3457	139.4%
-98.3%	177	531	37.8	220	4.55	16334	2159	12.0%
-95.3%	359	1045	30.5	230	6.95	13335	1983	21.0%

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Oct	6,667	6,616	6,642	6,670	6,696	6,724	Bearish	Moderate	6629 - 6683
Cocudakl	NCDEX	Dec	2,948	2,886	2,917	2,966	2,997	3,046	Bearish	Moderate	2902 - 2982
Cotton	NCDEX	Nov	56,360	55,747	56,053	56,327	56,633	56,907	Bearish	Moderate	55900 - 56480
Dhaniya	NCDEX	Oct	7,266	7,175	7,221	7,299	7,345	7,423	Bearish	Moderate	7198 - 7322
Jeera	NCDEX	Oct	24,490	23,970	24,230	24,560	24,820	25,150	Bearish	Moderate	24100 - 24690
Guar Seed	NCDEX	Oct	5,280	5,217	5,248	5,295	5,326	5,373	Bearish	Moderate	5233 - 5311
Guar Gum	NCDEX	Oct	10,600	10,495	10,548	10,627	10,680	10,759	Bearish	Moderate	10522 - 10654
Mentha Oil	MCX	Oct	932	923	927.27	934	938	945	Flat	Moderate	925 - 936
Turmeric	NCDEX	Oct	13,256	12,848	13,052	13,304	13,508	13,760	Bearish	Moderate	12950 - 13406

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Dec	78532	77572	78052	78316	78796	79060	Bullish	Moderate	78184 - 78928
Gold Comex	Comex	Oct	2742	2705	2724	2735	2754	2766	Bullish	Moderate	2730 - 2760
Silver	MCX	Dec	97134	94492	95813	96941	98262	99390	Bearish	Moderate	96377 - 98826
Silver Comex	Comex	Nov	33.62	32.71	33.17	33.57	34.03	34.43	Bearish	Moderate	33 - 34
Crude	MCX	Oct	6040	5837	5939	6000	6102	6163	Flat	Moderate	5970 - 6133
Crude Nymex	Nymex	Nov	71.35	68.94	70.15	70.83	72.04	72.72	Flat	Moderate	70 - 72
Nat Gas	MCX	Oct	258	246	252	256	262	266	Bullish	High	254 - 264
BullDex	MCX	Oct	19512	19423	19468	19539	19584	19655	Bearish	Moderate	19446 - 19562
Copper	MCX	Oct	790.05	775	783	792	800	809	Bearish	Moderate	782 - 799
Zinc	MCX	Oct	287.95	280	284	289	293	299	Bearish	Moderate	282 - 291
Lead	MCX	Oct	178	176	177	179	180	182	Bearish	Moderate	177 - 180
Aluminum	MCX	Oct	240.70	230	235	238	244	247	Bullish	High	237 - 245

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