



Thursday, October 31, 2024

Overview

- China Manufacturing expands for first time in 6 months
- Oil extends gains on inventory drawdown
- Today US Core PCE Price Index will be in focus.

Precious Metals

Gold prices climbed at a record high as safe haven demand was boosted by increased political uncertainty in the U.S. and Japan. Safe haven demand remained underpinned by anticipation of a tight 2024 presidential election, with voting set for November 5. Japan also added to the political uncertainty after a coalition led by the ruling Liberal Democratic Party lost its parliamentary majority in a recent election. On data front, after a positive US consumer confidence data which was reported better than expectations, US private payrolls data was also reported better than expectations. US ADP employment change was reported at 233k against expectations of 110k weighing on bullions. US GDP was also scheduled yesterday, reported at 2.8% against estimates of 3%, even though it is lower than expectations, no major fall in growth weighed on sentiment. Focus now shifts to US weekly jobless claims, non-farm payroll and PCE Price index data, scheduled this week. Meanwhile, India's gold demand is projected to fall to a four-year low in 2024, according to the World Gold Council (WGC), as high prices may deter purchases in the upcoming festival season. Gold on domestic front is expected to trade between the range of 78,500 -79,500.

Precious metals	Close (\$)	%Chg.
Gold	2787.0	0.0%
Silver	33.70	-0.3%
CFTC data	Speculative Longs	Change WoW
Gold	242089	6805
Silver	47360	11828
ETF	Close	%Chg.
GOLD ETF	2027.5	3.45
Silver ETF	26632	113.44
Others	Close	%Chg.
DXY	103.99	0.2%
US 10Y Yields	4.29	-0.2%

Base Metals

Copper prices edged higher on hopes for finer details on China's fiscal stimulus package at the upcoming policy meeting. The National People's Congress is due to meet from November 4 to 8, with markets expecting news on debt and fiscal policies. According to reports, China is preparing a stimulus plan worth more than 10 trillion yuan to stimulate the economy. However, stronger supply remains a headwind for copper prices. Codelco, the world's largest copper producer, snapped a slump in its copper production and made 338,000 tons of copper in 3Q. The official NBS Manufacturing PMI in China rose to 50.1 in October 2024, up from 49.8 in September and slightly higher than market predictions of 50. This is the first increase in factory activity since April, with output rising for the second month in a row, hitting its highest level in six months (52.0 vs. 51.2 in September) amid stimulus measures. The outcome of the Nov. 5 U.S. Presidential election, which might result in broad import tariffs if Donald Trump wins, is also in the spotlight.

Energy

Oil rebounded with traders focused on Middle East tensions and tightening US crude stockpiles. The market is reminded of the precarious situation when Israel's Chief of General Staff, Herzi Halvei, said that if Iran attacks again, Israel would hit back "very hard". Negotiations over a ceasefire agreement in the Middle East continue. Israel reported to be considering a US-led end to the conflict in Lebanon. On EIA front, US crude inventories shrank by 515,000 barrels last week. While that was a smaller drop than projected by an industry group, it was more bullish than estimate of an 871,000-barrel increase. US gasoline and distillate inventories also fell. Looking ahead, all eyes are on OPEC+'s plans to gradually revive production from December, with traders split on whether the alliance will press ahead. Reports suggest that OPEC+ nations could delay plans to revive oil production in December, citing unidentified sources. For today, Market participants await EIA natural gas inventory data due in the evening. Focus is also on US weekly jobless claims, non-farm payroll and PCE Price index data scheduled this week.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	804	1.3%
Aluminium	2420	0.0%
Nickel	1363	-0.4%
Lead	178	0.0%
Zinc	290	0.0%

Inventory		Current	W/W Chg.	Units
Copper	LME	275300	1075	MT
	Shanghai	163075	-5350	MT
Aluminum	LME	741200	-2500	MT
	Shanghai	283289	79	MT
Nickel	LME	146154	0	MT
	Shanghai	26832	605	MT
Lead	LME	188550	-500	MT
	Shanghai	55504	-731	MT
Zinc	LME	241225	-2100	MT
	Shanghai	78098	-1979	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	68.94	-0.2%
Natural gas	2.83	17.5%

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	113773	-15880
Natural Gas	-130407	-50976

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%	17	10	2274.5	77500	530.5	156	180	19.2%
-12.1%	834	816	1949.5	78000	659	4059	1718	25.1%
-30.2%	74	171	1635.5	78500	846	246	101	50.7%
-5.4%	917	3134	1385.5	79000	1035.5	4101	1240	181.2%
142.9%	221	1476	1159	79500	1008	29	6	0.0%
50.1%	1566	5821	945.5	80000	1531	692	284	735.3%
17.8%	53	154	733	80500	1366	0	0	0.0%
25.5%	831	3447	597	81000	2086.5	9	7	250.0%
0.0%	82	248	170.5	81500	2095	0	0	0.0%

MCX Crude Oil

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
-39.4%	893	8307	279	5500	72	59060	5114	25.7%
109.9%	149	1352	248.4	5550	86.3	21420	880	65.1%
-61.2%	2532	44058	219.4	5600	103.2	82434	5990	11.3%
-54.8%	611	29004	194.8	5650	121.9	48438	1975	46.1%
-48.9%	7762	204465	171.9	5700	144	175842	8741	41.5%
-30.2%	3056	74096	151.5	5750	167.3	48744	1660	84.2%
-36.7%	10165	169968	131	5800	194.1	98877	6055	-8.7%
-28.7%	3110	42432	112.9	5850	222.4	9865	308	32.8%
-15.2%	12644	89375	98.6	5900	253.5	18318	2129	11.1%

MCX Natural Gas

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
13.2%	154	329	35.55	210	3.85	13679	2450	10.2%
6.3%	322	2083	28.05	220	6.55	20253	1997	0.7%
47.4%	949	12214	21.8	230	10.35	26357	2531	11.1%
108.4%	348	13218	19.05	235	12.7	19013	1054	26.5%
102.4%	5361	51161	16.55	240	255	43034	3928	18.5%
38.3%	1012	16876	14.3	245	18.25	9486	1204	-0.3%
21.6%	4484	30514	12.3	250	21.3	9745	1587	-5.5%
-5.6%	2464	18537	9.05	260	28.2	1376	301	-24.4%
5.8%	2991	13919	6.6	270	36.8	95	499	-9.3%

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Nov	6,592	6,487	6,539	6,588	6,640	6,689	Bearish	Moderate	6564 - 6665
Cocudakl	NCDEX	Dec	2,930	2,799	2,865	2,924	2,990	3,049	Bearish	Moderate	2832 - 2957
Cotton	NCDEX	Nov	55,930	55,710	55,820	55,910	56,020	56,110	Bearish	Moderate	55865 - 56065
Dhaniya	NCDEX	Nov	7,248	7,212	7,230	7,250	7,268	7,288	Bearish	Moderate	7221 - 7259
Jeera	NCDEX	Nov	24,160	23,613	23,887	24,123	24,397	24,633	Bearish	Moderate	24005 - 24515
Guar Seed	NCDEX	Nov	5,256	5,214	5,235	5,271	5,292	5,328	Bearish	Moderate	5225 - 5282
Guar Gum	NCDEX	Nov	10,619	10,534	10,576	10,642	10,684	10,750	Bearish	Moderate	10555 - 10663
Mentha Oil	MCX	Nov	934	925	929.37	933	937	941	Strong	Moderate	931 - 939
Turmeric	NCDEX	Dec	13,120	12,964	13,042	13,146	13,224	13,328	Bearish	Moderate	13003 - 13185

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Dec	79736	79126	79431	79603	79908	80080	Bullish	Moderate	79517 - 79994
Gold Comex	Comex	Nov	2789	2770	2779	2784	2793	2798	Bullish	Low	2782 - 2796
Silver	MCX	Dec	97740	95378	96559	97747	98928	100116	Bullish	Moderate	95969 - 98338
Silver Comex	Comex	Dec	34.08	32.99	33.53	34.11	34.66	35.24	Bullish	Moderate	33 - 34
Crude	MCX	Nov	5764	5624	5694	5760	5830	5896	Bearish	Moderate	5727 - 5863
Crude Nymex	Nymex	Dec	68.18	66.08	67.13	67.93	68.98	69.78	Bearish	Moderate	68 - 69
Nat Gas	MCX	Nov	240	229	234	239	244	249	Bullish	Moderate	232 - 242
BullDex	MCX	Nov	19867	19719	19793	19859	19933	19999	Bullish	Moderate	19756 - 19896
Copper	MCX	Nov	843.85	837	841	844	848	851	Flat	Moderate	839 - 846
Zinc	MCX	Oct	289.60	286	288	290	292	295	Bearish	Moderate	287 - 291
Lead	MCX	Nov	180	179	179	180	181	182	Bearish	Moderate	179 - 181
Aluminum	MCX	Oct	241.60	239	240	242	243	244	Bullish	High	239 - 242

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