



Tuesday, November 12, 2024

Overview

- Gold near 1-month low ahead of key US data
- Copper prices plummet against a strong dollar
- Oil prices remain pressured on bearish outlook
- Focus this week- US CPI, PPI and IIP data.

Precious Metals

Gold price hovered near one-month low, while investors awaited U.S. economic data and comments from Federal Reserve officials for further clarity on the interest rate trajectory. The U.S. dollar held near a four-month high against its major crosses as investors continued to pile into trades seen as benefiting from the incoming Donald Trump administration. Last week, Governor Powell said the election results would have no "near-term" impact on U.S. monetary policy. But as the incoming administration's proposals take shape, the Fed chief said the central bank would begin estimating the impact on its twin goals of stable inflation and maximum employment. President-elect Trump's potentially inflationary tariffs and immigration policies have reduced market odds of a December rate cut to about 65% from nearly 80% a week ago, according to CME Group's Fed-Watch Tool. Dollar index and US Yields continue to rise hovering around 105.60 and 4.3% respectively. Market focus will be on the October Consumer Price Index data, Producer Price Index, retail sales and industrial production, later this week. A throng of U.S. central bank officials are also scheduled to speak this week, including Chair Jerome Powell. Gold on domestic front is expected to trade between the range of 75,000 -76,000.

Precious metals	Close (\$)	%Chg.
Gold	2621.2	0.0%
Silver	30.57	-0.4%
CFTC data	Speculative Longs	Change WoW
Gold	221747	-15328
Silver	33073	-8096
ETF	Close	%Chg.
GOLD ETF	2017.3	-46.95
Silver ETF	26458	-24.70
Others	Close	%Chg.
DXY	105.54	0.1%
US 10Y Yields	4.32	-0.8%

Base Metals

Copper plummeted to its lowest in two months, as further pressure from a strong US dollar magnified the impact of underwhelming fiscal support from China. The NPC unveiled a CNY 10 trillion debt swap program to assume off-balance-sheet debt from local governments and boost their access to lower-cost borrowing. However, the scarcity of additional flows aimed at consumers has lowered expectations about whether the move will assist manufacturing, lowering the outlook for demand for industrial inputs in copper. The gloomy outlook for Chinese industrial activity was intensified by low credit aggregates in October, which limited the impact of PBoC support. Chinese banks extended 500 billion yuan (\$69.51 billion) in new yuan loans last month, greatly lagging the forecast for 700 billion yuan. Total social financing, data which is closely seen as a key gauge of metals demand, also slowed to a record low of 7.8%. Another indicator of the Chinese economy's strength will be house price data due to be released on Friday. In turn, US dollar maintained its post-election gain on expectations of higher interest rates to rein in President-elect Trump's expansionary fiscal policies, putting pressure on greenback-priced commodities and constraining industrial demand from emerging economies.

Energy

Oil extended declines as a soft outlook for demand in China, the world's largest crude importer, continued to plague the market. Data over the weekend showed anemic Chinese consumer inflation in October and another decline in factory-gate prices. The dollar climbed further, making commodities priced in the currency less appealing. The recent bearish sentiment is in stark contrast to the days leading up to the US election, when investors were buoyed by OPEC's decision to push back an anticipated production hike amid a flare up in the Middle East conflict. The market is now looking ahead to the release of monthly oil market reports from OPEC, the International Energy Agency and the Energy Information Administration. Any further downgrades on demand, particularly from OPEC could weigh on sentiment. Natural gas prices traded positive on the heels of lower weekend production & a colder late mid-to-late November temperature outlook.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	821	-1.9%
Aluminium	2380	-2.2%
Nickel	1393	0.3%
Lead	181	0.0%
Zinc	279	-1.8%

Inventory		Current	W/W Chg.	Units
Copper	LME	271875	-525	MT
	Shanghai	139662	-13559	MT
Aluminum	LME	729325	-2575	MT
	Shanghai	269394	-5527	MT
Nickel	LME	150252	-84	MT
	Shanghai	28100	-119	MT
Lead	LME	187125	-1100	MT
	Shanghai	66298	9932	MT
Zinc	LME	244500	-725	MT
	Shanghai	72665	-3412	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	67.87	-0.4%
Natural gas	2.95	8.6%

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	143985	48143
Natural Gas	-145947	-13059

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	
-13.3%	13	2	4258	73000	84.5	1014	386	57.6%
0.0%	0	0	3779	73500	305.5	0	1	0.0%
1400.0%	15	19	3311.5	74000	181.5	3150	575	25.8%
0.0%	0	0	2860.5	74500	597	0	2	0.0%
35.0%	386	846	2336	75000	490	8260	1395	-15.0%
1366.7%	88	278	2030	75500	719.5	731	89	493.3%
456.0%	1568	6651	1536.5	76000	1012	10492	1003	-28.8%
946.7%	314	1312	1374.5	76500	1354.5	919	116	-3.3%
216.6%	2656	15417	903	77000	1779.5	4335	716	-37.8%

MCX Crude Oil

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
197.9%	2088	19721	363.6	5600	29.4	129873	8087	14.1%
125.0%	504	6295	311.5	5650	43.5	54165	2787	-2.7%
123.2%	6774	93232	274.4	5700	63.6	231220	7689	-10.7%
203.4%	2582	49367	232.3	5750	85.7	126171	4060	16.2%
358.5%	16390	270799	199.6	5800	113.2	321458	10196	14.4%
508.7%	8351	127957	168	5850	143.2	122494	2860	-3.3%
237.2%	21845	323555	142	5900	179.6	250245	5464	-12.1%
110.4%	11479	130561	117.2	5950	217.7	58566	705	-48.3%
67.3%	31838	253125	97.6	6000	261.3	100677	7009	-9.9%

MCX Natural Gas

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
-69.1%	106	813	15.5	215	1.55	8282	2782	26.9%
-67.3%	387	7802	10.45	225	3.25	27309	4534	181.4%
-35.4%	2296	29078	6.9	235	6.15	41193	4033	296.6%
-31.4%	5713	68051	5.55	240	8.15	59268	7899	242.4%
-0.3%	3820	38882	4.35	245	255	26648	2834	177.3%
-11.2%	7470	62622	3.45	250	13.05	25145	2543	216.3%
79.0%	2055	22395	2.8	255	16.05	3226	260	118.5%
192.0%	1460	12475	1.85	265	24.6	4	25	4.2%
-7.0%	582	5710	1.25	275	28.95	0	0	0.0%

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Nov	6,691	6,628	6,660	6,701	6,733	6,774	Bearish	Moderate	6644 - 6717
Cocudakl	NCDEX	Dec	2,968	2,910	2,939	2,960	2,989	3,010	Bearish	Moderate	2925 - 2975
Cotton	NCDEX	Nov	55,960	55,787	55,873	55,987	56,073	56,187	Bearish	Moderate	55830 - 56030
Dhaniya	NCDEX	Nov	7,268	7,191	7,229	7,289	7,327	7,387	Bearish	Moderate	7210 - 7308
Jeera	NCDEX	Nov	25,320	24,887	25,103	25,277	25,493	25,667	Bearish	Moderate	25190 - 25580
Guar Seed	NCDEX	Nov	5,236	5,069	5,153	5,199	5,283	5,329	Bearish	Moderate	5176 - 5306
Guar Gum	NCDEX	Nov	10,565	10,228	10,397	10,498	10,667	10,768	Bearish	Moderate	10448 - 10718
Mentha Oil	MCX	Nov	913	907	909.80	912	915	917	Bearish	Moderate	911 - 916
Turmeric	NCDEX	Dec	13,412	12,892	13,152	13,370	13,630	13,848	Strong	Moderate	13261 - 13739

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Dec	75351	74217	74784	75876	76443	77535	Bearish	Moderate	74501 - 76160
Gold Comex	Comex	Nov	2611	2576	2593	2633	2650	2690	Bearish	Moderate	2584 - 2641
Silver	MCX	Dec	89182	87181	88181	89911	90911	92641	Bearish	Moderate	87681 - 90411
Silver Comex	Comex	Dec	30.61	29.80	30.21	30.93	31.34	32.06	Bearish	Moderate	30 - 31
Crude	MCX	Nov	5762	5611	5686	5824	5899	6037	Bearish	Moderate	5649 - 5862
Crude Nymex	Nymex	Dec	67.92	66.16	67.04	68.67	69.55	71.18	Bearish	Moderate	67 - 69
Nat Gas	MCX	Nov	248	220	234	242	256	264	Bullish	High	238 - 260
BullDex	MCX	Nov	18721	18482	18601	18825	18944	19168	Bearish	High	18542 - 18885
Copper	MCX	Nov	821.30	810	816	826	832	842	Bearish	Moderate	813 - 829
Zinc	MCX	Oct	278.80	276	277	280	281	284	Bearish	Moderate	277 - 280
Lead	MCX	Nov	181	180	181	181	182	183	Bearish	Moderate	180 - 182
Aluminum	MCX	Oct	238.45	236	237	240	241	243	Bearish	Moderate	236 - 240

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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