



Tuesday, November 19, 2024

Overview

- Gold prices recover as dollar rally cools
- Oil holds gains amidst supply outage concerns
- Focus this week- Manufacturing and Services PMI from major economies

Precious Metals

Gold prices inched higher in the yesterday's session as Dollar index retraced from the recent highs and amidst hint of escalation in the Geo-political tensions post comments from President Biden's administration. US President authorized Ukraine to launch limited strikes into Russia using US made long range missiles, in a big policy shift before President-elect Trump takes office in January. The move follows the deployment of thousands of North Korean troops to support Russia and a barrage of strikes by Moscow on Ukrainian cities over the weekend. On other hand, the recent strong economic data has raised concerns on whether the Fed will continue to cut rates after 75bps of reductions since September. Last week, US CPI was reported 0.2% higher than the expectations, similarly US retail sales was also reported higher with, previous month also revised sharply. U.S. President-elect Donald Trump's proposed tariffs are seen as potential drivers of inflation, which could prompt the Fed to slow its rate-cutting pace. Rate cut probability for 25bps in the month of December has dropped from ~75% at the start of this month to ~58%. Along with a slew of Fed officials scheduled to speak this week, focus will also be on the preliminary manufacturing and services PMI data

Precious metals	Close (\$)	%Chg.
Gold	2621.5	0.4%
Silver	31.31	0.5%
CFTC data	Speculative Longs	Change WoW
Gold	197362	-24385
Silver	24061	-9012
ETF	Close	%Chg.
GOLD ETF	2030.0	-18.22
Silver ETF	26491	178.62
Others	Close	%Chg.
DXY	106.28	-0.1%
US 10Y Yields	4.41	-0.3%

Base Metals

Copper prices slightly recovered from recent lows as China announced cancellation of tax rebates on copper and aluminium products effective December 1st. However, they stayed near their lowest levels in two months, driven down by demand uncertainty and a strong dollar. China's latest stimulus efforts have yet to persuade investors of a possible economic recovery, dimming the outlook for demand in the world's top copper consumer. Copper prices were under pressure from a rising dollar, as Federal Reserve Chair Jerome Powell said that the central bank is not in a hurry to decrease interest rates, citing the strength of the US economy. Zinc prices have been under pressure, with zinc stocks in ShFE-monitored warehouses nearly doubling in the past week, with total inventory reaching 50,563 tons, a rise of 24,039 tons. Despite these deliveries, the global zinc market recorded a deficit of 66,300 metric tons in August, up from 51,000 tons in July, according to ILZSG. Investors are now focusing on China's Loan Prime Rate announcement this week, seeking for extra stimulus to promote economic development.

Energy

Oil prices rallied in yesterday's session, underpinned by output disruptions at Johan Sverdrup oilfield in Norway and simmering geopolitical tensions. Norway's state-controlled Equinor said it had halted crude production at Johan Sverdrup oil field following an onshore power outage. Disruptions to output at Johan Sverdrup -- Europe's highest producing oil field, is for about quarter of all oil production in the North Sea -- comes at a time many are worried about a supply surplus next year amid plans from OPEC and non-OPEC to step up output. Sverdrup produced about 755,000 Bpd as of Oct. However, production is expected to fall from current peaks by early next year. On geopolitical front, President Joe Biden's administration has allowed Ukraine to use US-made weapons to strike deep into Russia, in response to Russia's deployment of North Korean ground troops to supplement its own forces. This decision to let Ukraine strike deep into Russia with long-range US missiles escalates the conflict in Ukraine and could lead to further escalation. The Kremlin bashed the move, having earlier warned that such a move could lead to a confrontation with the NATO alliances. For this week, participants will keep watch on Fed official's comments, preliminary Manufacturing and Services PMI data from major economies.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	805	-0.3%
Aluminium	2420	3.1%
Nickel	1341	0.0%
Lead	180	0.8%
Zinc	278	0.4%

Inventory		Current	W/W Chg.	Units
Copper	LME	271525	-350	MT
	Shanghai	130465	-9197	MT
Aluminum	LME	716425	-2525	MT
	Shanghai	233681	-35713	MT
Nickel	LME	159156	4722	MT
	Shanghai	28273	-111	MT
Lead	LME	234725	49500	MT
	Shanghai	73343	7045	MT
Zinc	LME	259500	11050	MT
	Shanghai	90661	17996	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	69.16	0.2%
Natural gas	2.96	5.0%

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	125942	-18043
Natural Gas	-137304	8643

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		
-39.6%	93	229	1251.5	73000	93.5	4027	891	-10.3%	
0.0%	4	1	1070.5	73500	153	1032	238	17.2%	
-73.1%	384	4899	626	74000	227.5	10159	2659	36.2%	
-31.0%	240	3978	425	74500	358.5	2226	274	309.0%	
-46.5%	1686	20591	291	75000	558	7695	1373	22.9%	
-1.6%	374	2446	190	75500	833	168	70	1.4%	
-18.8%	1912	8120	132.5	76000	1168.5	511	571	-2.7%	
-7.3%	278	971	87.5	76500	1878	8	78	-6.0%	
3.5%	3095	2217	61	77000	2005	163	458	-11.1%	

MCX Crude Oil

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
-43.8%	953	38517	258.7	5600	118.3	76031	4219	-54.9%	
-84.3%	213	13035	234.8	5650	135.5	18061	1091	-72.8%	
32.8%	4458	124762	207.5	5700	152.5	135049	8670	246.2%	
-62.2%	665	34150	182.5	5750	174.1	13749	1030	-69.5%	
-3.9%	6334	132306	162.7	5800	195.2	68431	6099	42.7%	
-79.7%	732	23908	145.2	5850	220.4	4274	238	-74.8%	
-67.1%	2531	60908	128.5	5900	246.4	11502	1269	-63.7%	
-96.4%	163	5983	115.2	5950	277.4	104	22	-95.0%	
-61.4%	6610	69204	102.4	6000	307.5	3848	1152	-74.1%	

MCX Natural Gas

% Chg in OI	Call			Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI		
-22.7%	17	6	32.75	205	0.15	2969	1680	7.7%	
-15.0%	68	83	23.6	215	0.4	9883	3038	-27.2%	
-27.0%	510	8467	15.7	225	0.95	34402	5984	40.2%	
-29.5%	2854	32065	12.45	230	1.65	85191	8294	30.5%	
-24.6%	2610	43042	9.6	235	255	85006	5566	44.5%	
-14.0%	5260	121587	7.2	240	4.3	145730	9100	70.5%	
2.9%	4786	127454	5.3	245	6.4	111826	5283	165.1%	
-23.4%	3233	57146	2.9	255	12.25	23719	333	170.7%	
-3.9%	2004	29400	1.45	265	19.9	1374	245	295.2%	

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Dec	6,658	6,617	6,638	6,672	6,693	6,727	Bearish	Moderate	6628 - 6683
Cocudakl	NCDEX	Dec	2,750	2,640	2,695	2,805	2,860	2,970	Bearish	Moderate	2668 - 2833
Cotton	NCDEX	Jan	55,460	54,960	55,210	55,550	55,800	56,140	Bearish	Moderate	55085 - 55675
Dhaniya	NCDEX	Dec	7,714	7,285	7,499	7,657	7,871	8,029	Bearish	Moderate	7578 - 7950
Jeera	NCDEX	Nov	24,800	24,800	24,800	24,800	24,800	24,800	Bearish	Moderate	24800 - 24800
Guar Seed	NCDEX	Dec	5,240	5,143	5,192	5,233	5,282	5,323	Bearish	Moderate	5213 - 5303
Guar Gum	NCDEX	Dec	10,482	10,134	10,308	10,504	10,678	10,874	Bearish	Moderate	10406 - 10776
Mentha Oil	MCX	Dec	942	932	936.87	944	949	956	Bullish	Moderate	934 - 947
Turmeric	NCDEX	Dec	13,914	13,330	13,622	13,850	14,142	14,370	Bullish	High	13736 - 14256

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Dec	75047	74019	74533	74863	75377	75707	Flat	Moderate	74698 - 75542
Gold Comex	Comex	Nov	2611	2582	2596	2604	2618	2625	Flat	Moderate	2600 - 2621
Silver	MCX	Dec	90513	88259	89386	90069	91196	91879	Flat	Moderate	89728 - 91538
Silver Comex	Comex	Dec	31.22	29.97	30.60	30.98	31.60	31.98	Flat	Moderate	31 - 32
Crude	MCX	Dec	5836	5574	5705	5780	5911	5986	Flat	Moderate	5743 - 5949
Crude Nymex	Nymex	Dec	69.17	65.52	67.34	68.36	70.18	71.20	Flat	Moderate	68 - 71
Nat Gas	MCX	Nov	248	236	242	245	251	255	Bullish	High	244 - 253
BullDex	MCX	Nov	18694	18355	18524	18620	18789	18885	Flat	Moderate	18572 - 18837
Copper	MCX	Nov	804.80	791	798	802	809	812	Flat	Moderate	800 - 811
Zinc	MCX	Nov	277.65	273	275	277	280	282	Flat	Moderate	274 - 279
Lead	MCX	Nov	180	177	178	179	181	182	Flat	Moderate	179 - 182
Aluminum	MCX	Nov	241.85	235	239	242	245	249	Bullish	Moderate	237 - 244

Navneet Damani

Head Research- Currencies and Commodities

Commodity Disclosure & Disclaimer:

The following Disclosures are being made in compliance with the SEBI Research Analyst Regulations 2014 (herein after referred to as the Regulations).

Motilal Oswal Financial Services Ltd. (MOFSL) is a SEBI Registered Research Analyst having registration no. INH000000412. MOFSL, the Research Entity (RE) as defined in the Regulations, is engaged in the business of providing Stock broking services, Depository participant services & distribution of various financial products. MOFSL is a listed public company, the details in respect of which are available on www.motilaloswal.com. MOFSL is registered with the Securities & Exchange Board of India (SEBI) and is a registered Trading Member with National Stock Exchange of India Ltd. (NSE) and Bombay Stock Exchange Limited (BSE), Multi Commodity Exchange of India Limited (MCX) and National Commodity & Derivatives Exchange Limited (NCDEX) for its stock broking activities & is Depository participant with Central Depository Services Limited (CDSL) National Securities Depository Limited (NSDL), NERL, COMRIS and CRCL and is member of Association of Mutual Funds of India (AMFI) for distribution of financial products and Insurance Regulatory & Development Authority of India (IRDA) as Corporate Agent for insurance products. Details of associate entities of Motilal Oswal Financial Services Ltd. are available on the website at <http://onlinereports.motilaloswal.com/Dormant/documents/Associate%20Details.pdf>

Details of pending Enquiry Proceedings of Motilal Oswal Financial Services Limited are available on the website at <https://galaxy.motilaloswal.com/ResearchAnalyst/PublishViewLitigation.aspx>

Terms & Conditions:

- This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions.
- This material is for the personal information of the authorized recipient and we are not soliciting any action based upon it.
- This report is not to be construed as an offer to sell or solicitation of an offer to buy any commodity or commodity derivative to any person in any jurisdiction where such an offer or solicitation would be illegal.
- It is for the general information of clients of MOFSL. It doesn't constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients.
- The report and information contained herein is strictly confidential and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of MOFSL.
- The report is based on the facts, figures and information that are considered true, correct, reliable and accurate.
- All such information and opinions are subject to change without notice.
- Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. MOFSL will not treat recipients as customers by virtue of their receiving this report.
- We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable though its accuracy or completeness cannot be guaranteed.
- Neither MOFSL, nor any person connected with it, accepts any liability arising from the use of this document.
- The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the commodity referred to in this material may go up or down. Past performance is not a guide for future performance.
- Certain transactions including those involving commodity derivatives involve substantial risk and are not suitable for all investors.
- Reports based on technical analysis centers on studying charts of a commodity's price movement and trading volume as opposed to focusing on a commodity's fundamentals and as such may not match with a report on a commodity's fundamentals.
- Proprietary trading desk of MOFSL or its associates maintains arm's length distance with Research Team as all the activities are segregated from MOFSL research activity and therefore it can have an independent view with regards to subject commodity for which Research Team have expressed their views.
- MOFSL or its associates or Research Analyst or his relatives may have Open Position in subject commodity.
- A graph of daily closing prices of commodities is available at <http://www.moneyline.co.in/>
- Opinions expressed are our current opinions as of the date appearing on this material only. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice.
- The commodities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient.
- This may not be taken in substitution for the exercise of independent judgment by any recipient. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment.
- The Company reserves the right to make modifications and alternations to this statement as may be required from time to time without any prior approval. MOFSL, its associates, their directors and the employees may from time to time, effect or have effected an own account transaction in, or deal as principal or agent in or for the commodities mentioned in this document.
- The views expressed are those of the analyst, and the Company may or may not subscribe to all the views expressed therein.
- The commodities described herein may or may not be eligible for trade in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction. Neither the Firm, nor its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information. The person accessing this information specifically agrees to exempt MOFSL or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold MOFSL or any of its affiliates or employees responsible for any such misuse and further agrees to hold MOFSL or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.
- Certain transactions -including those involving futures, options, another derivative products as well as non-investment grade securities - involve substantial risk and are not suitable for all investors.
- MOFSL and its associate company(ies), their directors and Research Analyst and their relatives may (a) from time to time, have long or short positions in, and buy or sell the commodities mentioned herein or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodity/ (ies) discussed herein or have other potential conflict of interest with respect to any recommendation and related information and opinions. However the same shall have no bearing whatsoever on the specific recommendations made by the analyst(s), as the recommendations made by the analyst(s) are completely independent of the views of the associates of MOFSL even though there might exist an inherent conflict of interest in some of the commodities mentioned in the research report.
- MOFSL and its associates and Research Analyst have not received any compensation or other benefits in connection with the research report. Compensation of Research Analysts is not based on any brokerage transactions generated by broking activities under Motilal Oswal group.

This report is meant for the clients of Motilal Oswal only.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

Registered Office Address: Motilal Oswal Tower, Rahimtullah Sayani Road, Opposite Parel ST Depot, Prabhadevi, Mumbai-400025; Tel No.: 022 - 71934200 / 71934263; www.motilaloswal.com. Correspondence Address: Palm Spring Centre, 2nd Floor, Palm Court Complex, New Link Road, Malad (West), Mumbai- 400 064. Tel No: 022 71881000. Details of Compliance Officer: Neeraj Agarwal, Email Id: na@motilaloswal.com, Contact No.:022-40548085.

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

Registration details of group entities : Motilal Oswal Financial Services Ltd. (MOFSL): INZ000158836 (BSE/NSE/MCX/NCDEX); CDSL and NSDL: IN-DP-16-2015; Research Analyst: INH000000412 . AMFI: ARN : 146822. IRDA Corporate Agent – CA0579. Motilal Oswal Financial Services Ltd. is a distributor of Mutual Funds, FMS, Fixed Deposit, Insurance, Bond, NCDs and IPO products.

Customer having any query/feedback/ clarification may write to query@motilaloswal.com. In case of grievances for any of the services rendered by Motilal Oswal Financial Services Limited (MOFSL) write to grievances@motilaloswal.com, for DP to dp@grievances@motilaloswal.com.