



Thursday, November 28, 2024

Overview

- PCE and core PCE showed inflation progress to be stalled
- Zinc gained as order to withdraw stock from LME hit highs
- Oil prices trade in a tight range ahead of OPEC meeting

Precious Metals

Gold price traded steady in a narrow range, amidst mixed data from the US, volatility in dollar index, increased trade tariff threat and fluctuations in market expectations regarding US interest rate cuts. On data front, US GDP was reported in-line with expectations at 2.8% against previous quarter at 3%. US durable goods orders was better than expectations while, the core durable was lower. Meanwhile, PCE and Core PCE price index was reported slightly better than expectations. Amidst these updates, dollar index fell from the recent highs, and rate cut expectations also jumped slightly to currently at ~65%. However, continuous updates regarding ceasefire deal between Israel and Hamas and mixed comments from Fed officials is limiting gains and keeping market participants on edge. Meanwhile, Mexican President Claudia Sheinbaum warned of retaliation if Trump enforces a 25% tariff, citing potential U.S. job losses and higher consumer prices. SPDR its holdings fell 0.10% to 878.55 tonnes on Wednesday. No major data points are scheduled, also US markets will remain shut on the back of Thanksgiving holiday. Gold on domestic front is expected to trade in a range of ₹75,000- 76,000

Precious metals	Close (\$)	%Chg.
Gold	2626.9	-0.3%
Silver	29.73	-1.1%
CFTC data	Speculative Longs	Change WoW
Gold	190324	-7038
Silver	25896	1835
ETF	Close	%Chg.
GOLD ETF	2022.8	6.88
Silver ETF	26383	-11.34
Others	Close	%Chg.
DXY	106.08	0.1%
US 10Y Yields	4.24	0.9%

Base Metals

Copper was weighed by a stronger US dollar and uncertainty caused by Trump's announcement of add. Tariffs on Chinese exports. The tariff news injected caution into the market, weakening sentiment for industrial metals. However, supporting factors such as China's peak demand season and tightening near-term supplies prevented a more severe decrease. Zinc prices extended gains, fueled by a strong increase in orders to withdraw metal from LME warehouses, the greatest surge in nine years. Orders for 57,350 tons of zinc, a 47,800-ton increase each day, have put severe pressure on supplies. This scarcity has increased market volatility, which has been exacerbated by allegations that a single entity owns more than half of the available LME zinc stocks. Demand in the underlying market remains subdued, but concerns about supply are growing as the global zinc smelting industry contends with a sharp drop in operating margins. The processing fees paid to smelters for the costs of turning ores into refined metal have fallen sharply this year, raising the risk that some plants may need to curtail output.

Energy

Natural gas prices sold off after weekly inventories fell less than expected. The EIA reported that nat-gas inventories fell by -2 bcf, a smaller draw than expectations of -3 bcf. Crude struggled to find a direction in the last session before the US Thanksgiving holiday, as a cease-fire between Israel and Hezbollah and falling refined products futures countered bullish expectations that OPEC+ will choose to extend production curbs. U.S. inventory data painted a mixed picture of supplies as Government data showed on Wednesday that U.S. oil inventories shrank by 1.8 million barrels but gasoline inventories rose by 3.3 mb, seeing a second straight week of strong builds, while distillates also grew. Builds in oil product inventories sparked some concerns that demand was cooling in the world's biggest fuel consumer, especially as the upcoming winter season deterred travel. Still, weakness in the dollar helped stem bigger losses in crude, especially as traders maintained their bets on a 25 basis point interest rate cut by the Federal Reserve in December. Focus in oil markets now turns to an upcoming meeting of the OPEC, set to meet on December 1, with reports suggesting that the group will further postpone plans to begin increasing production, amid concerns over slowing demand and high supplies in non-OPEC countries.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	823	-0.4%
Aluminium	2570	1.2%
Nickel	1361	0.5%
Lead	178	0.7%
Zinc	290	1.9%

Daily LME Inventory		Current	W/W Chg.	Units
Copper	LME	269050	-425	MT
	Shanghai	120236	-10229	MT
Aluminum	LME	700975	-2500	MT
	Shanghai	231854	-1827	MT
Nickel	LME	158952	0	MT
	Shanghai	27358	-66	MT
Lead	LME	272375	-1800	MT
	Shanghai	52796	-20547	MT
Zinc	LME	260900	5275	MT
	Shanghai	86140	-4521	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	68.69	-0.2%
Natural gas	3.20	-7.1%

Inventory (EIA)	Current	W/W Chg.	Units
Crude oil	428.45	0.79	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	108132	-17810
Natural Gas	-123292	14012

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	2766.5	73500	474.5	0	0	-100.0%
-46.7%	24	23	2270	74000	374.5	5321	743	-42.8%
-95.5%	2	0	1926.5	74500	502.5	199	38	-96.3%
91.9%	380	1674	1587.5	75000	657	8531	1425	130.2%
-94.1%	40	475	1351.5	75500	864	1482	143	27.7%
9.5%	1157	10559	1094	76000	1073.5	6728	796	882.7%
-90.2%	63	737	910.5	76500	1362.5	49	20	-74.7%
-19.7%	1191	7408	745	77000	1632.5	871	313	236.6%
-94.9%	43	113	747	77500	2231.5	0	1	-98.4%

MCX Crude Oil

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
6.0%	406	1306	353	5500	71.1	39690	4452	30.1%
42.6%	87	151	314.9	5550	82.6	18730	1556	0.0%
31.3%	789	6174	281.4	5600	98.4	77078	4884	40.9%
42.2%	563	3091	246.8	5650	114.7	26075	1239	33.7%
24.2%	4388	38649	216.9	5700	134.8	105374	5408	6.3%
112.5%	2004	29682	190.3	5750	155.8	64853	2053	123.9%
42.8%	14100	199413	165.2	5800	182.2	195340	8140	22.1%
40.3%	5463	79581	143.4	5850	209.3	64123	963	17.6%
-4.0%	15683	161820	121.8	5900	238.7	110516	3745	-30.5%

MCX Natural Gas

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
15.9%	80	52	58.25	240	6.65	10997	2581	-19.0%
-5.1%	432	483	48.8	250	9.9	13830	1986	-19.0%
32.3%	393	734	42	260	14.05	12366	1553	-16.3%
17.2%	177	566	38.05	265	16.5	3880	370	-8.9%
181.3%	1021	8177	33.9	270	255	18629	1888	4.3%
440.3%	778	8650	31.65	275	22.1	12160	764	97.4%
460.7%	3712	28361	29.45	280	25.2	26811	2668	64.2%
123.1%	4243	28109	24.65	290	31.75	13325	1472	-21.4%
50.7%	5842	24780	20.35	300	39	3664	1032	-19.8%

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Dec	6,469	6,423	6,446	6,487	6,510	6,551	Bearish	Moderate	6435 - 6499
Cocudakl	NCDEX	Dec	2,735	2,682	2,709	2,726	2,753	2,770	Bearish	Moderate	2718 - 2762
Cotton	NCDEX	Jan	56,050	55,650	55,850	56,000	56,200	56,350	Bearish	Moderate	55925 - 56275
Dhaniya	NCDEX	Dec	7,730	7,533	7,631	7,777	7,875	8,021	Bearish	Moderate	7582 - 7826
Jeera	NCDEX	Nov	24,890	24,323	24,607	24,818	25,102	25,313	Bearish	Moderate	24465 - 24960
Guar Seed	NCDEX	Dec	5,212	5,185	5,199	5,219	5,233	5,253	Bearish	Moderate	5192 - 5226
Guar Gum	NCDEX	Dec	10,292	10,212	10,252	10,293	10,333	10,374	Bearish	Moderate	10273 - 10354
Mentha Oil	MCX	Dec	921	918	919.13	921	922	924	Bearish	Moderate	920 - 923
Turmeric	NCDEX	Dec	13,510	13,111	13,311	13,499	13,699	13,887	Bearish	Moderate	13211 - 13599

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Dec	75760	75377	75569	75835	76027	76293	Bearish	Moderate	75702 - 76160
Gold Comex	Comex	Nov	2640	2611	2625	2642	2656	2672	Bearish	Moderate	2634 - 2664
Silver	MCX	Dec	87680	86459	87070	88119	88730	89779	Bearish	Moderate	86765 - 88425
Silver Comex	Comex	Dec	30.28	29.73	30.01	30.46	30.74	31.19	Bearish	Moderate	30 - 31
Crude	MCX	Dec	5781	5712	5747	5807	5842	5902	Bearish	Moderate	5730 - 5825
Crude Nymex	Nymex	Dec	68.35	67.19	67.77	68.39	68.97	69.59	Bearish	Moderate	67 - 69
Nat Gas	MCX	Nov	272	257	265	279	286	300	Bearish	Moderate	261 - 282
BullDex	MCX	Nov	18686	18571	18629	18707	18765	18843	Bearish	Moderate	18600 - 18736
Copper	MCX	Nov	807.75	803	805	809	811	814	Flat	Moderate	807 - 812
Zinc	MCX	Nov	290.25	288	289	290	291	292	Bullish	High	290 - 292
Lead	MCX	Nov	180	179	180	180	181	181	Flat	Moderate	180 - 181
Aluminum	MCX	Nov	256.80	246	252	254	260	262	Bullish	Moderate	253 - 261

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