



Tuesday, December 03, 2024

Overview

- Dollar extends gains on better than expected PMI figures
- Oil holds steady ahead of OPEC+ meeting
- Focus this week- US employment and payroll data.

Precious Metals

Gold and silver price witnessed higher swings in the yesterday's session, pressured by a firm dollar after U.S. President-elect Donald Trump threatened to impose steep tariffs on the BRICS group of countries to dissuade them from attempting to find alternatives to the dollar. President-elect trump's threat dented the currencies of the bloc and pushed up the dollar, as traders feared even more protectionist policies from the U.S. under Trump. This also led to further depreciation of rupee marking an all-time low. Safe haven demand for gold was also stymied by signs that the Israel-Hezbollah ceasefire appeared to be holding, although heightened tensions between Russia and Ukraine kept some haven buying in play. On data front, Manufacturing PMI data yesterday from the US was reported slightly better than expectations but, continue to remain below 50 mark. Rate cut expectations for the month of December by is Fed is also getting discounted once again in the market, as the probability for a 25bps cut is back to 75% once again. Focus now shifts to US jobs market data and comments from Fed officials including Governor Powell, scheduled later this week. Gold on domestic front is expected to trade in a range of ₹76,000-77,000

Precious metals	Close (\$)	%Chg.
Gold	2636.7	-0.1%
Silver	30.52	0.0%
CFTC data	Speculative Longs	Change WoW
Gold	198191	7867
Silver	23233	-2663
ETF	Close	%Chg.
GOLD ETF	2025.8	5.63
Silver ETF	26338	0.00
Others	Close	%Chg.
DXY	106.45	0.0%
US 10Y Yields	4.19	0.0%

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Base Metals

Metals traded in a tight range, pressured by a stronger dollar following better than expected manufacturing PMI figures and a week full of employment and payroll data. Aluminum prices held steady, marking signs of firm demand. Chinese exports of unwrought aluminium and related products surged 17% year-on-year during the first ten months of 2024, reflecting robust global demand. Caixin Mfg PMI also rose to 51.5 in November 2024 from 50.3 in October, surpassing market estimates of 50.5 and marking the second straight month of increase. Moreover, output growth accelerated, hitting its highest level in five months. Markets are anticipating significant events in China, such as the Politburo meeting in early December and the Central Economic Work Conference in mid-December, which will likely include economic policy announcements. It is expected that Beijing will unlock more forceful measures to bolster growth as the world's No. 2 economy braces for the return of Donald Trump. The president-elect has made two tariff threats in the past week alone, most recently saying he'll hit the BRICS group of nations, to which China belongs, with a 100% tariff if they create a currency to rival the US dollar.

Energy

Natural gas prices settled lower on forecasts for the southern two-thirds of the US showed milder weather toward the middle of this month, which will curb heating demand for natural gas. Oil traded lower as strength in the US dollar and lingering concerns that OPEC+ will not delay its production hike undercut signs of a gradual recovery in China's economy. Strength in the dollar weighed on crude markets this week, as the greenback shot up after U.S. President-elect Donald Trump threatened to impose steep tariffs on the BRICS group of nations. On China front, while economic readings in the past week showed some improvement in China, investors cautioned that Beijing would need to unlock more stimulus to sustain an economic recovery. Focus now shifts to US jobs market data and comments from Fed officials including Governor Powell, scheduled later this week. While the bank is expected to cut rates by 25 basis points, markets are uncertain over the long-term outlook for rates. Nonfarm payrolls data due on Friday is expected to offer more insight into a potentially cooling labor market, and is likely to factor into the outlook for interest rates.

Base Metals (MCX)	Close (Rs.)	%Chg.
Copper	810	0.5%
Aluminium	2430	3.4%
Nickel	1360	0.6%
Lead	182	2.5%
Zinc	286	0.2%

Daily LME Inventory		Current	W/W Chg.	Units
Copper	LME	270725	-275	MT
	Shanghai	108775	-11461	MT
Aluminum	LME	693475	-2500	MT
	Shanghai	227801	-4053	MT
Nickel	LME	163134	3168	MT
	Shanghai	27234	61	MT
Lead	LME	271675	-175	MT
	Shanghai	48587	-4209	MT
Zinc	LME	276275	-575	MT
	Shanghai	76984	-9156	MT

Energy	Close (\$)	%Chg.
WTI Crude oil	68.00	-0.3%
Natural gas	3.21	-4.7%

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	111604	3472
Natural Gas	-61717	61575

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	
-3.6%	27	13	2918.5	74000	279	3648	852	-6.5%
300.0%	8	22	2547.5	74500	390.5	378	69	1.5%
5.9%	378	703	2159	75000	531	7393	1542	9.5%
74.1%	101	541	1817.5	75500	709	2185	249	9.7%
-9.3%	1064	7508	1497	76000	912.5	7917	1181	55.4%
236.9%	283	2110	1232.5	76500	1156.5	489	68	257.9%
67.3%	2043	15092	977.5	77000	1435	1163	518	13.6%
36.2%	64	720	770	77500	1916.5	0	5	400.0%
30.9%	2764	9540	594.5	78000	2098	101	189	7.4%

MCX Crude Oil

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
50.4%	507	2011	363.1	5500	49.6	53921	4601	-7.6%
38.0%	98	495	324.7	5550	59.5	29110	1638	8.8%
95.4%	1647	11277	285.6	5600	73	98296	8101	16.7%
128.4%	909	8748	250.7	5650	89	55938	3234	112.9%
87.5%	6668	80011	215.6	5700	108.1	165298	7584	16.9%
-100.0%	0	0	241.7	5750	129.6	77736	3994	80.5%
116.7%	24070	284457	158.7	5800	154.7	254027	10497	10.9%
95.4%	9913	105728	134.8	5850	182.4	67645	1556	-37.1%
70.4%	22409	182477	113.7	5900	212.5	109801	3917	-7.9%

MCX Natural Gas

% Chg in OI	Call		Particulars			Put		% Chg in OI
	OI	Volume	Premium	Strike	Premium	Volume	OI	
21.4%	102	127	49.35	240	5	17726	3988	29.3%
-0.2%	462	1034	40.1	250	7.85	18677	3397	47.5%
19.9%	591	6186	33.55	260	11.65	17250	1851	2.7%
0.0%	263	6920	30.5	265	13.9	9306	606	43.6%
59.3%	1842	45363	27.7	270	255	36279	2988	26.9%
6.4%	799	20511	25.2	275	19.1	16113	875	-6.8%
5.8%	2989	40063	22.7	280	22.05	18068	1898	-22.2%
46.9%	4248	25806	18.55	290	28.5	5770	873	-26.6%
0.8%	4483	26131	15.2	300	35.75	1271	863	-9.6%

Level Playing Sheet

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Castor Seed	NCDEX	Dec	6,520	6,461	6,491	6,519	6,549	6,577	Bearish	Moderate	6505 - 6563
Cocudakl	NCDEX	Dec	2,671	2,630	2,651	2,685	2,706	2,740	Bearish	Moderate	2641 - 2696
Cotton	NCDEX	Jan	55,550	55,157	55,353	55,647	55,843	56,137	Bearish	Moderate	55255 - 55745
Dhaniya	NCDEX	Dec	7,888	7,731	7,809	7,891	7,969	8,051	Bearish	Moderate	7850 - 8010
Jeera	NCDEX	Nov	25,340	24,600	24,970	25,225	25,595	25,850	Bearish	Moderate	25098 - 25723
Guar Seed	NCDEX	Dec	5,122	5,081	5,102	5,131	5,152	5,181	Bearish	Moderate	5092 - 5142
Guar Gum	NCDEX	Dec	10,010	9,883	9,947	10,016	10,080	10,149	Bearish	Moderate	9982 - 10115
Mentha Oil	MCX	Dec	928	916	921.63	925	932	935	Bullish	High	924 - 933
Turmeric	NCDEX	Dec	13,218	12,889	13,053	13,303	13,467	13,717	Bearish	Moderate	12971 - 13385

Commodity	Exch.	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Intraday Range
Gold	MCX	Dec	76687	75808	76247	76641	77080	77474	Strong	Low	76444 - 77277
Gold Comex	Comex	Nov	2635	2607	2621	2635	2649	2664	Bearish	Moderate	2614 - 2642
Silver	MCX	Dec	90810	89148	89979	90682	91513	92216	Flat	Moderate	90331 - 91865
Silver Comex	Comex	Dec	30.59	29.98	30.28	30.56	30.86	31.14	Flat	Moderate	30 - 31
Crude	MCX	Dec	5779	5692	5736	5800	5844	5908	Bearish	Moderate	5714 - 5822
Crude Nymex	Nymex	Dec	67.84	66.65	67.24	68.04	68.63	69.43	Bearish	Moderate	68 - 69
Nat Gas	MCX	Nov	274	262	268	273	279	285	Bearish	Moderate	265 - 276
BullDex	MCX	Nov	18771	18586	18678	18753	18845	18920	Flat	Moderate	18716 - 18883
Copper	MCX	Nov	809.80	801	805	808	813	815	Bearish	Moderate	807 - 814
Zinc	MCX	Nov	285.65	283	284	286	287	289	Bearish	Moderate	283 - 286
Lead	MCX	Nov	182	181	182	182	183	183	Bullish	High	182 - 183
Aluminum	MCX	Nov	242.65	240	242	242	244	245	Bearish	Moderate	242 - 244

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