

February 13, 2025

Daily Commodities Outlook

Daily Recommendations						
Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Crude Oil	February	Sell	6240-6250	6100	6330	Intraday

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News and Developments

- Spot gold prices witnessed a sharp recovery towards the end of the session and managed to settle above \$2900 as the market anticipated the outlook for interest rates. Earlier prices dipped below \$2870 amid stronger dollar and higher US treasury yields after US January inflation rose to 3.0% YoY highest in last six months. US core CPI also inched upwards at 3.3% YoY against 3.2%.
- Spot silver, regained its strength and settled above \$32 mark despite strong dollar and rise in US treasury yields. Steady demand of the metal in the electrification industry offset the hawkish Fed comments.
- US treasury yields traded higher and hit its highest level in this month after US inflation data increased the prospects of pause in rate cut cycle for an extended period. January inflation numbers has further cemented the FOMC's cautious approach to easing.
- U.S. dollar index has regained its strength after US consumer prices rose more than expected in January. US CPI in January rose by 0.5% against expectation of 0.3% gains. After the data rate cut, probability has dipped to 28% in December, implying a larger chance of only one 25 bps cut for the year.
- NYMEX Crude oil prices lost more than 1% and slide below the \$72 mark amidst rising crude oil stocks. US crude inventories grew by 4.1 million barrels last week, exceeding forecasts for a 3-million-barrel rise. On the other hand, US gasoline stocks decreased by 3 million barrels against forecast of a 1.5 million increase. Prices also remained under pressure due to strong dollar.
- Copper prices regained its strength after China tightened requirements around building new copper smelters.
- US natural gas futures held steady near 2-week highs amid cold weather outlook. Most part of eastern region in US are currently colder than seasonal, which leads to increased heating demand and supported gas prices to trade higher.

Price Performance

Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	85481	-0.05%	2904.0	0.21%
Silver	95502	0.99%	32.24	1.33%
Copper	864.3	1.21%	9454.5	1.03%
Aluminium	257.7	0.00%	2621.0	-0.87%
Zinc	268.6	0.77%	2862.5	1.47%
Lead	180.5	0.00%	1973.0	-0.35%
WTI Crude Oil	6226	-2.21%	71.37	-2.66%
US Nat Gas	308.2	0.62%	3.57	1.31%

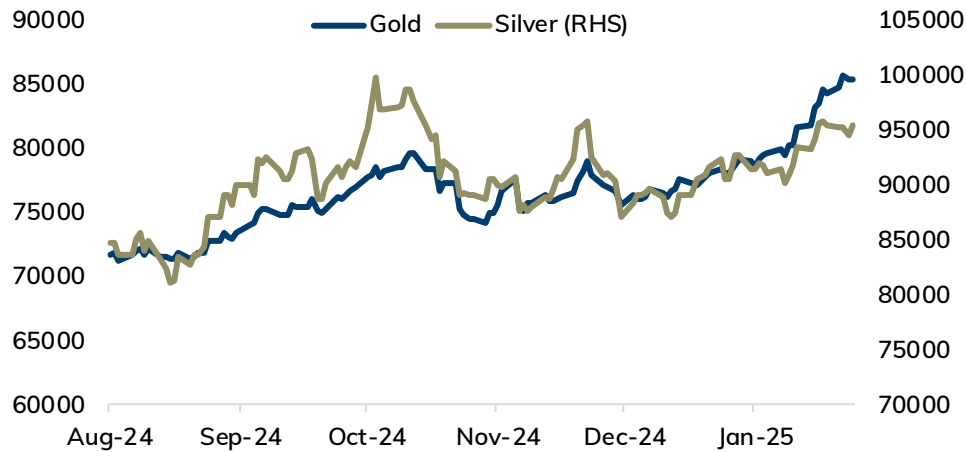
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (25th February)	87.05	0.11%	3098309	19757	283418	-706538
EURINR (25th February)	90.35	0.67%	20059	-1555	4758	-2193
GBPINR (25th February)	108.33	0.69%	18029	61	4005	-10123

Daily Strategy Follow-up

Commodity/Index	Expiry	Action	Entry	Target	Stoploss	Comment
Copper	February	Sell	857-857.50	849	862 Stop Loss Triggered	

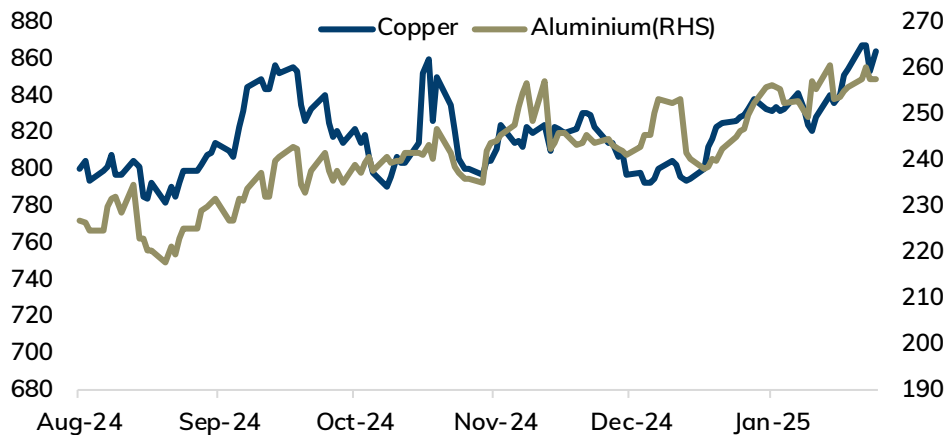
MCX Gold vs. Silver



Bullion Outlook

- Gold is expected to hold above \$2865 and trade with positive bias amid safe haven buying. Looming threat of tariffs after US President Donald Trump reiterated to impose reciprocal tariffs on every country has reignited fears of a widening Global trade war. Further, strong physical demand in US and UK amid the tariff threats would support the bullions to trade higher. Meanwhile, investors will keep an eye on US PPI data to get further clarity on monetary policy.
- On the data front, a strong call base near \$2950 in COMEX Gold March indicates price may face stiff resistance. MCX Gold April is expected to remain in the band of ₹84,800 and ₹85,800 level. Below ₹84,800 level prices may slip towards ₹84,200 level.
- Sop silver, is expected to dip towards \$31.70, if held then it would again rebound towards \$32.60. MCX Silver March is expected hold the support near ₹94,000 and trade higher towards ₹96,200.

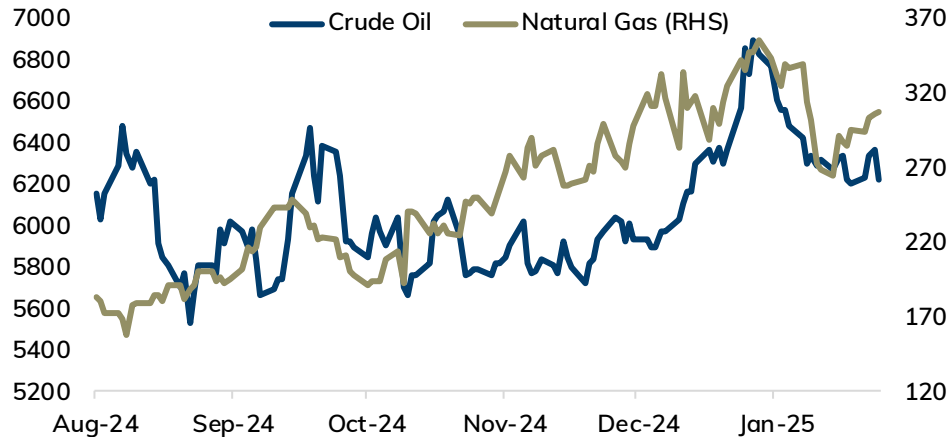
MCX Copper vs. Aluminium



Base Metal Outlook

- Copper prices are expected to hold its gains amid tight supply and higher premiums in CME. Further, China has tightened its requirement around building new copper smelter. Companies must control enough mine supply to feed the plants. Meanwhile, strong dollar and diminishing prospects of rate cut by US would restrict the upside in the base metals.
- MCX Copper February has formed a bullish engulfing pattern, which could support prices to hold firm above ₹ 850. We expect Copper to rise towards 872 levels from, the current levels.
- MCX Aluminium Feb is expected to find support near 10-day EMA ₹254 level and move higher towards ₹260 level. MCX Zinc Feb is likely to hold the support at ₹266 and move higher towards ₹271 level.

MCX Crude Oil vs. Natural Gas



Energy Outlook

- NYMEX Crude oil is expected to trade lower amid growing speculation that a resolution between Russia and Ukraine could reduce supply risk. US president Donald Trump and Russian president Vladimir Putin had agreed to open negotiations aimed at ending the ongoing war in Ukraine. Further, hawkish Fed comments and rise in US inflation numbers has reduced the chances of 2 rate cuts this year, which could again restrict the upside in oil prices.
- On the data front, strong put base near the 70 put strike would act as major support. On upside addition of OI in ATM and OTM call strike suggest prices to face stiff resistance near \$73 and \$75. MCX Crude oil Feb is likely to face the hurdle near ₹6330 and move lower towards ₹6100.
- MCX Natural gas Feb is expected to hold its ground and move towards ₹320 as long as it holds above ₹298. Forecast of colder weather in US and rising export demand would help prices to trade firm.

Daily Commodity Pivot Levels

Commodity	S2	S1	Pivot	R1	R2
Gold	84100	84790	85228	85918	86356
Silver	92954	94228	94914	96188	96874
Copper	846.4	855.3	860.0	868.9	873.6
Aluminium	255.1	256.4	257.5	258.8	259.9
Zinc	265.9	267.3	268.1	269.4	270.2
Lead	179.8	180.1	180.6	180.9	181.4
Crude Oil	6120	6173	6269	6322	6418
Nat Gas	298	303	307	312	316

Daily Currency Pivot Levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Feb)	86.37	86.71	86.89	87.23	87.42
US\$INR (Mar)	86.64	86.94	87.11	87.41	87.57
EURINR (Feb)	89.58	89.96	90.18	90.57	90.78
EURINR (Mar)	93.21	92.10	93.21	92.10	93.21
GBPINR (Feb)	107.46	107.89	108.15	108.58	108.84
GBPINR (Mar)	107.66	108.31	107.66	108.31	107.66
JPYINR (Feb)	56.68	56.71	56.98	57.01	57.28
JPYINR (Mar)	58.91	57.97	58.91	57.97	58.91

Key Parameters

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	108.04	107.69	0.33%
US\$INR	87.43	87.58	-0.18%
EURUSD	1.0328	1.0383	-0.53%
EURINR	90.85	90.73	0.14%
GBPUSD	1.2402	1.2435	-0.27%
GBPINR	108.93	108.82	0.10%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	6.704	6.656	0.05
US	4.495	4.434	0.06
Germany	2.372	2.379	-0.01
UK	4.476	4.485	-0.01
Japan	1.302	1.277	0.03

US Crude Stocks Change (Barrels)

Release Date	Time (IST)	Actual	Forecast
12-02-2025	9:00 PM	4.1M	2.4M
05-02-2025	9:00 PM	8.7M	2.4M
29-01-2025	9:00 PM	3.5M	2.2M
23-01-2025	9:30 PM	-1.0M	-0.1M
15-01-2025	9:00 PM	-2.0M	-1.0M
08-01-2025	9:00 PM	-1.0M	-1.8M
02-01-2025	9:00 PM	-1.2M	-2.4M

LME Warehouse Stocks (Tonnes)

Commodity	Current Stock	Change in Stock	% Change
Copper	241650	-1650	-0.68%
Aluminium	566050	7350	1.32%
Zinc	164625	-2325	-1.39%
Lead	225425	500	0.22%
Nickel	175806	-1140	-0.64%

Economic Calendar

Date & Time (IST)	Country	Data & Events	Actual	Expected	Previous	Impact
Monday, February 10, 2025						
3:00 PM	Europe	Sentix Investor Confidence	-12.7	-16.4	-17.7	Medium
7:30 PM	Europe	ECB President Lagarde Speaks	-	-	-	Medium
Tuesday, February 11, 2025						
5:45 PM	UK	BOE Gov Bailey Speaks	-	-	-	Medium
8:30 PM	US	Fed Chair Powell Testifies	-	-	-	High
Wednesday, February 12, 2025						
7:00 PM	US	CPI y/y	3.00%	2.90%	2.90%	High
8:30 PM	US	Fed Chair Powell Testifies	-	-	-	High
9:00 PM	US	Crude Oil Inventories	4.1M	2.4M	8.7M	Medium
Thursday, February 13, 2025						
12:30 PM	UK	Prelim GDP q/q	-	-0.10%	0.0%	Medium
7:00 PM	US	PPI m/m	-	0.20%	0.20%	High
7:00 PM	US	Unemployment Claims	-	221K	219K	High
9:00 PM	US	Natural Gas Storage	-		-174B	Medium
Friday, February 14, 2025						
3:30 PM	Europe	Flash GDP q/q	-	0.0%	0.0%	Medium
7:00 PM	US	Retail Sales m/m	-	0.0%	0.40%	High
7:45 PM	US	Industrial Production m/m	-	0.30%	0.90%	Medium



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