

November 26, 2024

Daily Commodities Outlook

Daily Recommendations

Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Crude Oil	December	Sell	5860-5870	5720	5960	Intraday

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News and Developments

- Spot gold prices fell from its 2-week highs for the first time in last six days amid easing safe haven demand. Price lost more than 3% on reports that Israel and Lebanon almost reached a ceasefire agreement. The agreement eased some tension in the region and weighed on the bullions to slide below \$2650.
- Silver prices also lost more than 2% following a decline in gold prices as safe haven demand for the precious metals waned.
- U.S dollar index eased from its multi-month highs amid easing concerns about Trump's inflationary agenda. Further, weaker than expected US Oct Chicago Fed national activity index which hit its 9-month low also weighed on the dollar.
- US treasury yields also hit its 1-week lows on Monday after President-elect Donald Trump nominated hedge fund manager Scott Bessent for Treasury Secretary, a move that brought a sense of stability to investors.
- NYMEX Crude oil prices slide more than 2% on Monday on reports that Israel and Hezbollah may be nearing a cease-fire deal in coming days. Easing fears of supply has weighed on oil prices and weakened it to trade below the \$70 mark.
- Copper price edged higher amid improved demand from China as the weekly SHFE inventories continued to mark drawdown. Further, correction in the dollar index and improved risk sentiments has supported the base metals to edge higher
- NYMEX Natural gas regained its strength on Monday and gained more than 6% on forecast of cold US weather. Last week, gas prices rallied to its 1-year high on improved LNG export demand and increase in demand from US electricity providers.

Price Performance

Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	75311	-2.97%	2625.0	-3.36%
Silver	87699	-3.38%	30.30	-3.34%
Copper	815.2	0.18%	9045.5	0.86%
Aluminium	251.5	1.58%	2652.0	1.07%
Zinc	279.6	-0.94%	3020.0	1.80%
Lead	176.3	-0.51%	2029.0	0.35%
WTI Crude Oil	5826	-3.35%	68.94	-3.23%
US Nat Gas	292.5	4.95%	3.37	7.67%

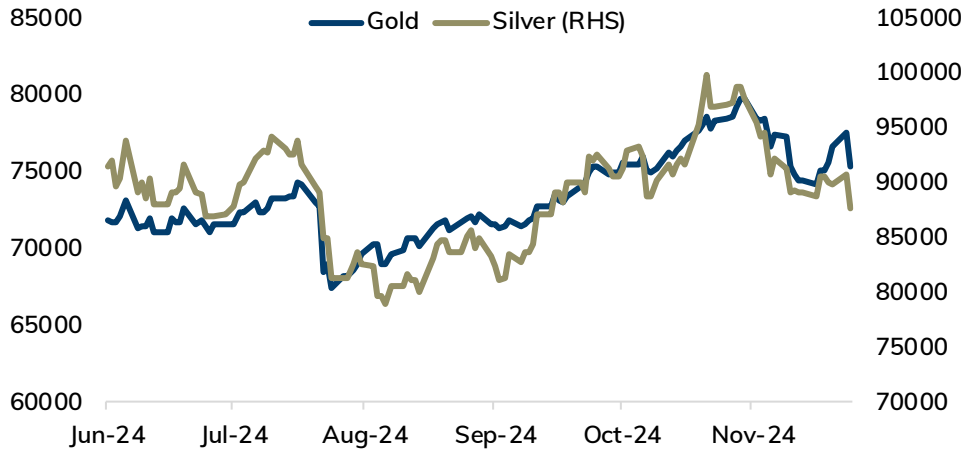
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (27th November)	84.31	-0.14%	3219423	-323620	873491	687127
EURINR (27th November)	88.59	0.57%	22969	721	5342	-2724
GBPINR (27th November)	106.12	0.30%	31302	-551	2492	-7485

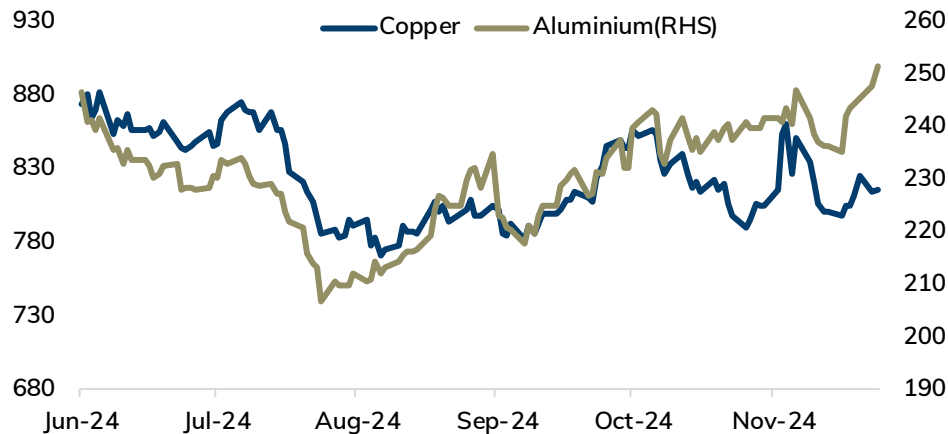
Daily Strategy Follow-up

Commodity/Index	Expiry	Action	Entry	Target	Stoploss	Comment
Copper	December	Buy	804-805	811	800	Not initiated

MCX Gold vs. Silver



MCX Copper vs. Aluminium



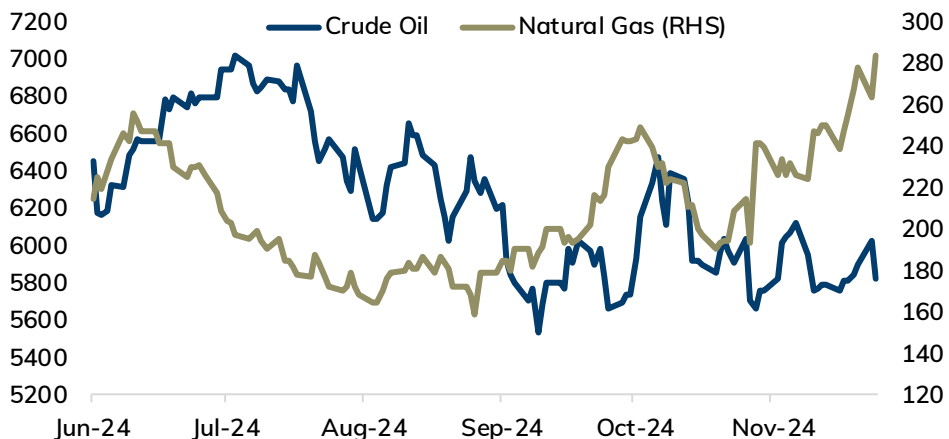
Bullion Outlook

- Spot gold is expected to face the hurdle near \$2650 and move lower towards \$2600 on easing safe haven demand. Further, strong dollar on forecast of better than expected economic numbers from US could check its upside. US CB consumer confidence data is expected to show signs of strength in the economy. In addition, liquidation in the metals can be seen as most risk premiums have been eased. Further, trades will remain cautious ahead of this weeks FOMC meeting minutes and key inflation data.
- Spot gold has formed a bearish engulfing pattern on the daily chart, indicating weaker bias. So as long as it trades under the 20 day EMA at \$2650 prices are expected to move towards \$2600. MCX Gold December is expected to decline towards 74,600 as long as it remains under 76,000.
- Spot Silver is likely to face the hurdle near 100 day EMA at \$30.60 and move towards \$29.80. MCX Silver March is expected to move towards 88,500, as long as it trades below 92,000.

Base Metal Outlook

- Copper prices are expected to move in a tight range amid mixed set of factors. Strong dollar amid diminishing bets of December rate cut would check the upside in the base metals. Where as depleting inventory levels in SHFE and LME and improved premiums along with TC charges could provide some support to the base metals. Now the focus will remain on key economic numbers which could bring more clarity.
- MCX Copper December is expected to find the floor near 800 and move higher towards 814. A move above 814 would open the doors towards 818.
- Aluminum is expected hold firm amid supply concerns after key suppliers from Russia indicated slowdown in production amid higher Alumina prices. MCX Aluminium December is expected to hold the support of 243 and push the prices towards 246.

MCX Crude Oil vs. Natural Gas



Energy Outlook

- NYMEX Crude oil is likely to remain under pressure amid growing bets of a cease fire in the Middle East region. Further strong dollar amid reduced probability of rate cut in December would also check the upside in oil prices. Meanwhile, geopolitical tension between Russia and Ukraine would limit its downside. Further, demand improvement from China would limit its losses. Meanwhile, focus will remain on key outcome from OPEC+ meeting on December 1.
- On the data front, fresh addition of OI in OTM calls indicates price to face stiff resistance near \$72 and \$73 mark. Further closer of OTM put strikes indicates prices to dip towards \$67. MCX Crude oil December is likely to face the hurdle near 5950 and weaken oil price towards 5700.
- Natural gas December future is expected to consolidate in the band of 288 and 305. A move above 305 would open the doors towards 314. Forecast of cooler weather in US would provide support to prices.

Daily Commodity Pivot Levels

Commodity	S2	S1	Pivot	R1	R2
Gold	73994	74653	75826	76485	77658
Silver	85734	86716	88525	89507	91316
Copper	799.7	807.4	817.3	825.0	834.9
Aluminium	245.1	248.3	250.9	254.1	256.7
Zinc	276.5	278.1	280.5	282.1	284.5
Lead	174.1	175.2	176.6	177.6	179.0
Crude Oil	5678	5752	5885	5959	6092
Nat Gas	282	287	294	299	306

Daily Currency Pivot Levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Nov)	84.17	84.24	84.32	84.39	84.47
US\$INR (Dec)	84.31	84.38	84.46	84.52	84.60
EURINR (Nov)	87.91	88.25	88.43	88.77	88.95
EURINR (Dec)	88.56	88.79	88.91	89.14	89.26
GBPINR (Nov)	105.78	105.95	106.17	106.34	106.57
GBPINR (Dec)	105.95	106.19	106.45	106.69	106.95
JPYINR (Nov)	54.19	54.50	54.72	55.03	55.24
JPYINR (Dec)	54.45	54.68	55.04	55.27	55.63

Key Parameters

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	106.82	107.55	-0.69%
US\$INR	84.29	84.46	-0.20%
EURUSD	1.0495	1.0418	0.74%
EURINR	88.41	87.86	0.63%
GBPUSD	1.2568	1.2530	0.30%
GBPINR	105.98	105.67	0.29%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	6.851	6.871	-0.02
US	4.273	4.400	-0.13
Germany	2.210	2.242	-0.03
UK	4.343	4.386	-0.04
Japan	1.077	1.089	-0.01

US Crude Stocks Change (Barrels)

Release Date	Time (IST)	Actual	Forecast
11/20/2024	8:00 PM	0.5M	-0.1M
11/14/2024	8:00 PM	2.1M	0.4M
11/6/2024	8:00 PM	2.1M	0.3M
10/30/2024	8:00 PM	-0.5M	1.5M
10/23/2024	8:00 PM	5.5M	0.9M
10/17/2024	8:30 PM	-2.2M	1.8M
10/9/2024	8:00 PM	5.8M	2.0M

LME Warehouse Stocks (Tonnes)

Commodity	Current Stock	Change in Stock	% Change
Copper	270975	-1550	-0.57%
Aluminium	706000	-2550	-0.36%
Zinc	258200	-3125	-1.20%
Lead	274800	-475	-0.17%
Nickel	159048	48	0.03%

Economic Calendar

Date & Time (IST)	Country	Data & Events	Actual	Expected	Previous	Impact
Monday, November 25, 2024						
2:30 PM	Europe	German ifo Business Climate	85.7	86.1	86.5	Medium
Tuesday, November 26, 2024						
7:30 PM	US	S&P/CS Composite-20 HPI y/y	-	5.10%	5.20%	Medium
8:30 PM	US	CB Consumer Confidence	-	112	108.7	High
8:30 PM	US	New Home Sales	-	724K	738K	Medium
8:30 PM	US	Richmond Manufacturing Index	-	-10	-14	Medium
Wednesday, November 27, 2024						
7:00 PM	US	Prelim GDP q/q	-	2.80%	2.80%	High
7:00 PM	US	Unemployment Claims	-	220K	213K	High
7:00 PM	US	Durable Goods Orders m/m	-	0.40%	-0.70%	Medium
8:15 PM	US	Chicago PMI	-	44.9	41.6	Medium
8:30 PM	US	Core PCE Price Index m/m	-	0.30%	0.30%	High
8:30 PM	US	Pending Home Sales m/m	-	-1.70%	7.40%	Medium
9:00 PM	US	Crude Oil Inventories	-	-	0.5M	Medium
10:30 PM	US	Natural Gas Storage	-	-	-3B	Medium
Thursday, November 28, 2024						
12:30 AM	US	FOMC Meeting Minutes	-	-	-	High
All Day	Europe	German Prelim CPI m/m	-	-0.20%	0.40%	High
Friday, November 29, 2024						
5:00 AM	Japan	Tokyo Core CPI y/y	-	2.00%	1.80%	Medium
3:30 PM	Europe	CPI Flash Estimate y/y	-	2.30%	2.00%	Medium
4:00 PM	India	GDP Quarterly YoY	-	-	6.70%	High



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