

# EVENING ROUNDUP

A Daily Evening Report on Bullion, Base Metals and Energy Commodities

Wednesday, August 7, 2024

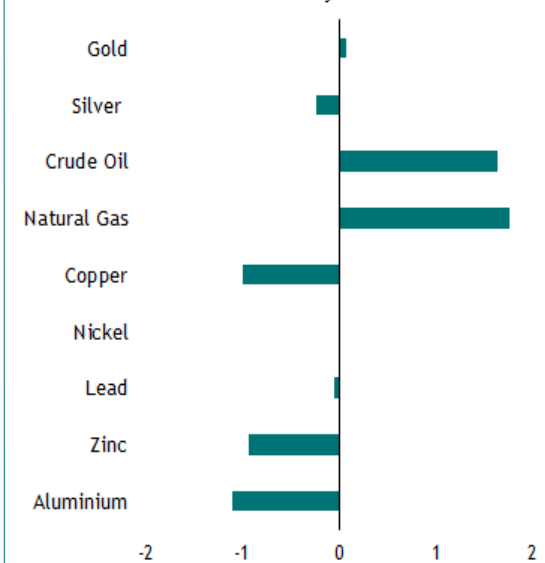


- Spot gold prices steadied after last two sessions fall as investors awaited fresh cues to assess the Federal Reserve's likely September interest rate cut. The U.S. 10-Year Treasury yields revived today, but stayed below the 4.0% mark. Market expectations are increasingly favoring a rate cut in September, with some participants even pricing in a more aggressive 50-basis-point cut.
- China's exports grew at 7.0% yoy in July, the slowest pace of in three months, adding to concerns about the outlook for the vast manufacturing sector. Meanwhile a rush to boost chip supplies before expected U.S. tech curbs bumped up imports. Imports rose at a robust 7.2% yoy in July, reversing a 2.3% decline in prior month.
- Crude oil prices crept higher from near monthly lows, as widening Middle East tensions offered support. But the prices still weighed by concerns over weak demand and fears of recession in the U.S.
- China's daily crude oil imports in July fell to their lowest since September 2022. The world's largest crude oil buyer brought about 9.97 million barrels per day. Imports fell nearly 12% from the previous month and were 3% below that of an year ago.
- The OPEC+ ministers has kept oil output policy unchanged including a plan to start unwinding one layer of output cuts from October, and signaled that the hike could be paused or reversed if needed. OPEC+ is currently cutting output by a total of 5.86 million barrels per day, or about 5.7% of global demand.
- Base metals plunged in LME as well as in MCX, after a downbeat trade data from China pressured industrial metals. This is added to the fears of economic slowdown in U.S. and China, both the world's two largest economies, that witnessed contraction in their manufacturing sectors.
- China's unwrought copper imports slid in July from a year earlier, amid subdued demand and high stocks of the metal. Imports of unwrought copper and products were 438,000 metric tonnes last month, down 2.9% from 451,159 tonnes a year earlier.

## International Commodity Prices

Commodity	Rate	% Chg.
Gold Spot (\$/oz)	2395.5	0.26
Silver Spot (\$/oz)	27.0557	0.06
NYMEX Crude (\$/bbl)	74.15	1.3
NYMEX NG (\$/mmBtu)	2.055	2.24
SHFE Copper (CNY/T)	71250	0.28
SHFE Nickel (CNY/T)	128690	0.06
SHFE Lead (CNY/T)	18210	0.19
SHFE Zinc (CNY/T)	21820	-1.49
SHFE Aluminium (CNY/T)	18880	0.48

## MCX Commodities Daily Performance



## Global Commodities in MCX

Commodity	Last	% Chg.
Gold (Rs/10grams)	69021	0.08
Silver (Rs/1kilogram)	79450	-0.22
Crude Oil (Rs/barrel)	6243	1.58
Natural Gas (Rs/mmBtu)	173.4	1.76
Copper (Rs/Kilogram)	774.7	-1
Nickel (Rs/Kilogram)	0	0
Lead (Rs/Kilogram)	182.9	-0.05
Zinc (Rs/Kilogram)	245.15	-0.93
Aluminium (Rs/Kilogram)	211.65	-1.1

\*Prices of most active Commodity futures contracts

## Events In Focus

## Priority

US EIA Crude oil Inventories @ 8:00pm

Very High



# BULLION

## Gold Mini MCX Sep

### Technical Levels

R 3	71270
R 2	70700
R 1	70230
Turnaround	69350
S 1	68330
S 2	67650
S 3	67150



### Technical View



A mild correction is possible in the upcoming session. However, a rebound above 69350 region may strengthen the recovery momentum.

## Silver Mini MCX Aug

### Technical Levels

R 3	84570
R 2	83980
R 1	82000
Turnaround	80650
S 1	79000
S 2	78330
S 3	77000



### Technical View



Range bound trades expected in the current session. A voluminous rebound above 80650 region can strengthen the prices, while weakness may e seen below 79000 region.



# ENERGY

## Crude Oil MCX Aug

### Technical Levels

R 3	6620
R 2	6460/6530
R 1	6380
Turnaround	6260
S 1	6000/5950
S 2	5870/5790
S 3	5650



### Technical View



Prices may appear firmer above 6260 region. Weakness may be seen below 6000.

## Natural Gas MCX Aug

### Technical Levels

R 3	204
R 2	185/190
R 1	177
Turnaround	166
S 1	159
S 2	154/150
S 3	145



### Technical View



Extended rebounds above 177 region could strengthen the prices further. Whereas, inability to cross above the same can induce correction.





## BASE METALS

### Copper MCX Aug

#### Technical Levels

R 3	820
R 2	803/811
R 1	786
Turnaround	780
S 1	768
S 2	758/750
S 3	744



#### Technical View

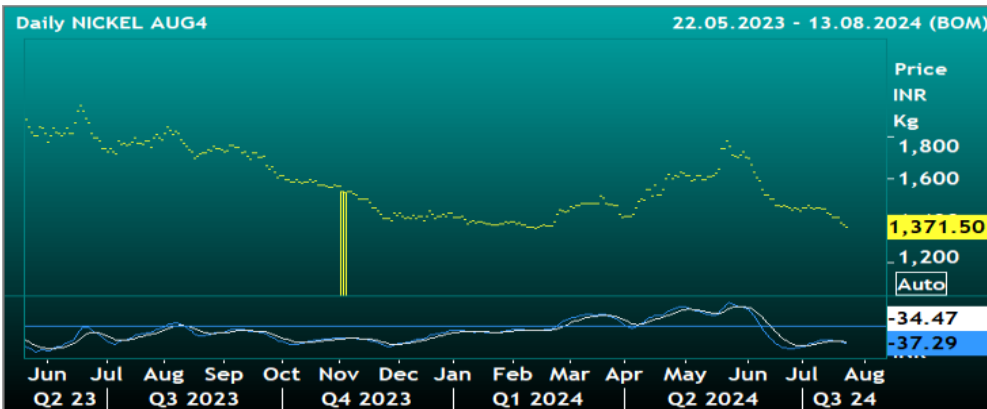


Mild weakness expected to prevail in the counter. Rebound above 780 region can offer upside room for prices.

### Nickel MCX Aug

#### Technical Levels

R 3	-
R 2	-
R 1	-
Turnaround	-
S 1	-
S 2	-
S 3	-



#### Technical View

Lack of volume in the counter.

### Zinc MCX Aug

#### Technical Levels

R 3	253.20
R 2	249.30
R 1	248.30
Turnaround	247
S 1	243.30
S 2	241.50
S 3	238.40



#### Technical View



Mild weakness is expected to prevail in the counter. Holding the support levels may induce rebounds.

## BASE METALS

### Lead MCX Aug

#### Technical Levels

R 3	187.50
R 2	185.80
R 1	184
Turnaround	182.50
S 1	179.80
S 2	179
S 3	178.40



#### Technical View



Recovery move could strengthen with sturdy trades above 184 region. Else, mild correction is possible below the same.

### Aluminium MCX Aug

#### Technical Levels

R 3	218.30
R 2	216.60
R 1	214.20
Turnaround	210
S 1	208.20
S 2	206.70
S 3	205.20



#### Technical View



Prices may extend the fall if the support level at 210 is breached. Recovery move could possibly strengthen above 214.20 region.



Bullish Sentiments



Neutral/Sideways



Bearish Sentiments



Mild Bullish Sentiments



Mild Bearish Sentiments

S1/S2/S3 -Support level - Price points where buying pressure thought to be strong enough to counter selling pressure.

R1/R2/R3 -Resistance level - - Price points where selling pressure thought to be strong enough to counter buying pressure.

## ECONOMIC CALENDAR

Time	Country	Importance	Data/Events	Actual	Forecast	Previous
<b>Monday, 05 Aug</b>						
07:15	China	High	Caixin Services PMI	52.1		51.2
<b>Tuesday, 06 Aug</b>						
18:00	United States	Moderate	International Trade \$		-72.4B	-75.1B
18:00	United States	Moderate	Goods Trade Balance			-96.84B
<b>Wednesday, 07 Aug</b>						
	China	High	Exports YY		10.4%	8.6%
	China	High	Imports YY		3.3%	-2.3%
	China	High	Trade Balance USD		98.00B	99.05B
20:00	United States	Very High	EIA Weekly Crude Stock		-0.700M	-3.436M
20:00	United States	Very High	EIA Weekly Distillate Stock		0.241M	1.534M
20:00	United States	Very High	EIA Weekly Gasoline Stock		-0.986M	-3.665M
<b>Thursday, 08 Aug</b>						
10:00	India	Moderate	Repo Rate		6.50%	6.50%
10:00	India	Moderate	Reverse Repo Rate			3.35%
10:00	India	Moderate	Cash Reserve Ratio		4.50%	4.50%
18:00	United States	High	Initial Jobless Claim		240k	249k
18:00	United States	High	Continuing Jobless Claim			1.877M
19:30	United States	Moderate	Wholesale Inventories		0.2%	0.2%
20:00	United States	Very High	EIA-Natural Gas Chg Bcf			18B
<b>Friday, 09 Aug</b>						
07:00	China	High	Producer Price Index YY		-0.9%	-0.8%
07:00	China	High	Consumer Price Index YY		0.4%	0.2%
07:00	China	High	Consumer Price Index MM			-0.2%



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