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### Commodities rise ahead of US CPI report

COMEX Gold rose above \$2,380 per ounce, rising for the third straight session, as investors await US CPI data due later today to seek cues on the Federal Reserve's timing and depth of interest rate cuts. Spot gold gained 0.5% to \$2,383.63 per ounce while U.S. gold futures GOLD rose 0.4% to \$2,389.00. Currently, markets are pricing in a 73% probability of the Fed reducing interest rates in September, with another cut expected in December.

WTI crude Oil climbed for a second day supported by decline in US crude inventories countered the IEA's call that demand growth is slowing. Global crude benchmark Brent advanced above \$85 a barrel after posting a 0.5% gain today. As per IEA global oil demand growth will be less than 1 million barrels a day this year. US stockpiles fell by 3.4 million barrels last week, with gauges of jet fuel and gasoline consumption both rising as the summer travel season continues.

LME metals are trading higher as market expectations for a policy turnaround from the Third Plenum. However, Copper prices slipped on poor demand prospects in China and record inventories in LME approved warehouses. Three-month copper on the London Metal Exchange slid 0.40% at \$9,866 per metric ton. Aluminium and Zinc trading higher by around 0.42 and 0.50% respectively. The latest batch of economic data in China pointed to persistent demand weakness, while investors look forward to a key political meeting next week for signs of more economic support.

European natural gas prices edged lower as US weather forecasts shifted cooler, which will curb nat-gas demand from electricity providers to power air conditioning. The Commodity Weather Group said Wednesday that the northern and central parts of the US would see significantly cooler temperatures July 15-19.

Investors now shifted their focus to upcoming inflation reports. The June Consumer Price Index (CPI) report today expected to show inflation continuing to decline to an annualized rate of 3.1%, down from May's 3.3%. While Friday's Producer Price Index (PPI) report anticipated to reveal a slight increase of 0.2% for June, up from May's 0.1% rise.

Date	IST	Currency	Data	Forecast	Previous	Importance
11-Jul-24	18:00	USD	Core CPI m/m	0.20%	0.20%	High
	18:00	USD	CPI m/m	0.10%	0.00%	High
	18:00	USD	CPI y/y	3.10%	3.30%	High
	18:00	USD	Unemployment Claims	236K	238K	High
	20:00	USD	Natural Gas Storage	56B	32B	Low
	21:00	USD	FOMC Member Bostic Speaks			Low
	22:30	USD	FOMC Member Musalem Speaks			Low

Source: Forex factory

COMMODITY	LTP	S2	S1	Pivot	R1	R2	Price Trend
MCX Gold Aug 24	72675	72408	72542	72633	72767	72858	MILD BEARISH
MCX Silver Sep 24	93327	92532	92929	93165	93562	93798	BULLISH
MCX Bulldex Jul 24	18787	18720	18753	18776	18809	18832	BULLISH
MCX Crude oil Jul 24	6829	6715	6772	6811	6868	6907	MILD BEARISH
MCX Natural Gas Jul 24	198.9	192.5	195.7	197.4	200.6	202.3	BULLISH
MCX Copper Jul 24	865.7	860.3	863.0	865.8	868.5	871.3	BEARISH
MCX Aluminium Jul 24	229.4	227.4	228.4	229.2	230.2	231.0	BULLISH
MCX Lead Jul 24	188.6	187.6	188.1	188.6	189.1	189.5	MILD BEARISH
MCX Zinc Jul 24	271.4	269.5	270.5	271.0	272.0	272.5	MILD BEARISH
\$Spot Gold	2372	2358	2365	2370	2377	2382	BULLISH
\$Spot Silver	30.96	30.55	30.75	30.89	31.10	31.23	BULLISH

Price updated as on – 3:55 PM IST (Source: Bloomberg)

## TREND IS FRIEND- EVENING SESSION- EXPLANATION

S, R and PP indicates Support, Resistance and Pivot points for the day respectively. The report is calculated based on the last traded price. We are using statistical formulas to determine the price trend. Bullish and Bearish are just an indication of the trend.



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Source: Trading View

## RATING SCALE FOR DAILY REPORT

<b>BUY</b>	We expect the commodity to deliver 1% or more returns
<b>SELL</b>	We expect the commodity to deliver (-1%) or more returns
<b>SIDEWAYS</b>	We expect the commodity to trade in the range of (+/-)1%

NOTE - The recommendations are valid for one day from the date of issue of the report, subject to mentioned stop loss, if any

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