

EVENING ROUNDUP

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

Wednesday, January 3, 2024



- Gold prices eased moderately as investors cautiously await the FOMC minutes scheduled tonight and the major U.S. employment data later this week for more clarity on the Fed's monetary policy outlook. The market has broadly conceived the idea that the central bank will start cutting the interest rates this year.
- Crude oil prices slipped as supply worries due to Red Sea attacks eased after most of the transits continue to reroute to avoid conflicted areas.
- Saudi Arabia may slash price premiums on all crude grades it sells to Asia in February to one-year-lows despite the escalation of tensions in the Red Sea, as concerns intensify that supply may outpace demand.
- Nigeria's upstream crude oil regulator announced an annual oil and condensates production target of 2.6 million barrels per day by 2026, an ambitious jump from 2023 levels of around 1.6 million bpd.
- Russian crude oil product exports from the Black Sea port of Tuapse in January are reportedly set to fall by 26.1% month on month to 1.086 million metric tons from 1.469 million metric tons scheduled for December.
- NYMEX natural gas futures recorded their biggest percentage fall in 2023 after the fall in 2006 as the prices were under pressure from record production, ample inventories in storage and relatively mild weather conditions. Meanwhile, the prices expected to receive support this month on heating demand as the winter peaks in January.
- Natural gas supplies to Europe by Russian energy giant Gazprom were down 55.6% to 28.3 billion cubic meters in 2023. The calculations, based on data from the European gas transmission group EntsoG and Gazprom's daily reports on gas transit via Ukraine, showed that average daily pipeline exports of Russian gas to Europe declined to 77.6 million cubic meters in 2023 from 174.8 mcm in 2022.

Events In Focus

Priority

US ISM Manufacturing PMI @ 8:30pm

High

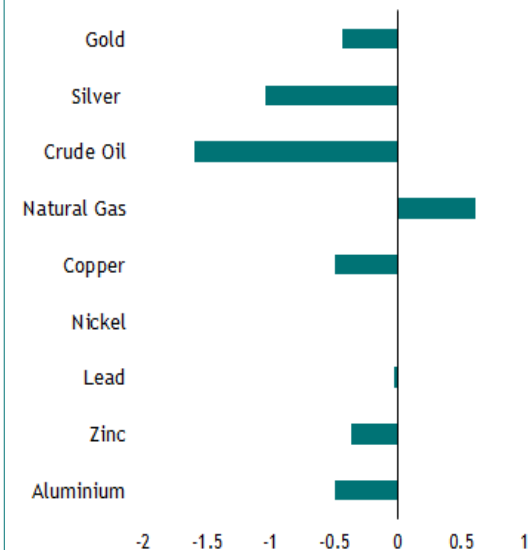
US FOMC Meeting Minutes @ 12:30am (Midnight)

Very High

International Commodity Prices

Commodity	Rate	% Chg.
Gold Spot (\$/oz)	2052.8	-0.3
Silver Spot (\$/oz)	23.3863	-1.09
NYMEX Crude (\$/bbl)	70.05	-0.47
NYMEX NG (\$/mmBtu)	2.55	-0.7
SHFE Copper (CNY/T)	68680	-0.35
SHFE Nickel (CNY/T)	127690	0.77
SHFE Lead (CNY/T)	15950	0.06
SHFE Zinc (CNY/T)	21695	0.77
SHFE Aluminium (CNY/T)	19510	-0.38

MCX Commodities Daily Performance



Global Commodities in MCX

Commodity	Last	% Chg.
Gold (Rs/10grams)	62979	-0.44
Silver (Rs/1kilogram)	73318	-1.05
Crude Oil (Rs/barrel)	5855	-1.48
Natural Gas (Rs/mmBtu)	213.7	0.56
Copper (Rs/Kilogram)	726.2	-0.5
Nickel (Rs/Kilogram)	0	0
Lead (Rs/Kilogram)	182.55	-0.03
Zinc (Rs/Kilogram)	229.7	-0.37
Aluminium (Rs/Kilogram)	207.25	-0.48

*Prices of most active Commodity futures contracts



BULLION

Gold Mini MCX Feb

Technical Levels

R 3	64990
R 2	64290/64640
R 1	63760
Turnaround	62830
S 1	62680/62360
S 2	62040/61700
S 3	61470



Technical View



A sturdy rebound above 63760 can strengthen the prices, while a fall below 62830 may induce weakness as well.

Silver Mini MCX Feb

Technical Levels

R 3	75630/76100
R 2	74700/75080
R 1	75080
Turnaround	74140
S 1	72870/72370
S 2	71730/71400
S 3	71000



Technical View



MACD Bearish divergence suggest possibility of weakness. However, a voluminous surge above 74140 can strengthen the prices as well.



ENERGY

Crude Oil MCX Jan

Technical Levels

R 3	6350
R 2	6170/6220
R 1	5960/6020
Turnaround	5900
S 1	5780
S 2	5630/5520
S 3	5430



Technical View



Mild weak bias may linger in the counter. Rebound can sustain only with sturdy gains above 5900 region.

Natural Gas MCX Jan

Technical Levels

R 3	249
R 2	233/238
R 1	225
Turnaround	208
S 1	198/192
S 2	186.90
S 3	178



Technical View



MACD Bullish divergence suggest mild positivity. However, a corrective dip below 208 region can induce weakness.



BASE METALS

Copper MCX Jan

Technical Levels

R 3	751
R 2	741/747
R 1	735
Turnaround	727
S 1	723
S 2	719
S 3	711



Technical View

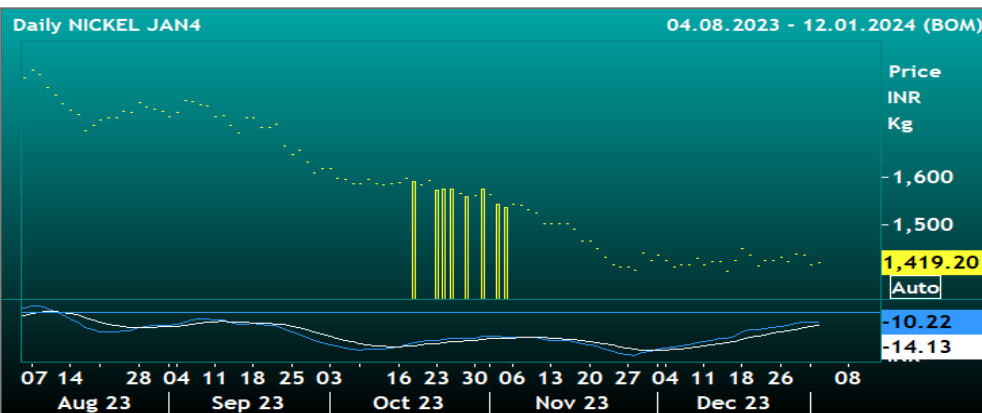


Mild weakness expected to persists in the counter. Holding the support of 723 may induce rebounds.

Nickel MCX Jan

Technical Levels

R 3	1800
R 2	1640
R 1	1510
Turnaround	1460
S 1	1380
S 2	1300
S 3	1200



Technical View



Lack of volume in the counter.

Zinc MCX Jan

Technical Levels

R 3	242.30
R 2	237.30/239.80
R 1	234.80
Turnaround	230.50
S 1	228.70/226.20
S 2	224.40/222.60
S 3	220.80



Technical View



Range bound moves expected in the counter. Weakness may be seen below 228.70, while holding the same support can induce rebounds.

BASE METALS

Lead MCX Jan

Technical Levels

R 3	187.30
R 2	185/185.90
R 1	184.30
Turnaround	183.50
S 1	181.20
S 2	180.10
S 3	178.80



Technical View



Weakness may be seen below 181.20. Whereas a recovery moves may strengthen above 183.50 region.

Aluminium MCX Jan

Technical Levels

R 3	215.10
R 2	213.30
R 1	210.50
Turnaround	209
S 1	206
S 2	205.30
S 3	203



Technical View



Rebounds still possible in the counter. However, an extended dip below 206 would induce further weakness.



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
Monday, 01 Jan						
			New Year's Day			
Tuesday, 02 Jan						
07:15	China	High	Caixin Manufacturing PMI Final	50.8	50.4	50.7
Wednesday, 03 Jan						
20:30	United States	High	ISM Manufacturing PMI		47.1	46.7
Thursday, 04 Jan						
00:30	United States	Very High	FOMC Minutes			
18:45	United States	High	ADP National Employment		113k	103k
19:00	United States	High	Initial Jobless Claim		215k	218k
19:00	United States	High	Continuing Jobless Claim		1.882M	1.875M
21:00	United States	Very High	EIA-Natural Gas Chg Bcf			-87B
21:30	United States	Very High	EIA Weekly Crude Stock			-7.114M
21:30	United States	Very High	EIA Weekly Distillate Stock			0.741M
21:30	United States	Very High	EIA Weekly Gasoline Stock			-0.669M
Friday, 05 Jan						
15:30	Euro Zone	Moderate	CPI NSA			123.86
15:30	Euro Zone	Moderate	Producer Prices MM		-0.1%	0.2%
15:30	Euro Zone	Moderate	Producer Prices YY		-8.7%	-9.4%
19:00	United States	Very High	Non-Farm Payrolls		163k	199k
19:00	United States	Very High	Unemployment Rate		3.8%	3.7%
20:30	United States	Moderate	Durable Goods, R MM			5.4%
20:30	United States	Moderate	Factory Orders MM		2.3%	-3.6%
20:30	United States	Moderate	ISM Non-Manufacturing PMI		52.6	52.7



GENERAL DISCLOSURES & DISCLAIMERS:

CERTIFICATION

I, Manu Jacob, an employee of Geojit Financial Services Limited, a public listed Company with Corporate Identification Number (CIN) : L67120KL1994PLC008403 and SEBI Registration Number - Research Entity: INH200000345, having its registered office at 11th Floor, 34/659 - P, Civil Line Road, Padivattom, Kochi - 682024, Kerala, India (hereinafter referred to as "GFSL") and author of this report, hereby certify that all the views expressed in this research report (report) reflect my personal views about any or all of the subject issuer or securities/ commodities.

DISCLAIMER

This report has been prepared by GFSL and the report & its contents are the exclusive property of GFSL and the recipient cannot tamper with the report or its contents in any manner and the said report, shall in no case, be further distributed to any third party for commercial use, with or without consideration.

GFSL has taken steps to ensure that facts in this report are based on reliable information but cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this report. It is hereby confirmed that wherever GFSL has employed a rating system in this report, the rating system has been clearly defined including the time horizon and benchmarks on which the rating is based.

Descriptions of any Commodity or Commodities mentioned herein are not intended to be complete and this report is not, and should not be construed as an offer or solicitation of an offer, to buy or sell any commodity or other financial instruments. GFSL has not taken any steps to ensure that the commodity/(ies) referred to in this report are suitable for any particular investor. This Report is not to be relied upon in substitution for the exercise of independent judgment. Opinions or estimates expressed are current opinions as of the original publication date appearing on this Report and the information, including the opinions and estimates contained herein, are subject to change without notice. GFSL is under no duty to update this report from time to time.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

RISK DISCLOSURE

Geojit Financial Services Limited and/or its Affiliates and its officers, directors and employees including the analyst/authors shall not be in any way be responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Investors may lose his/her entire investment under certain market conditions so before acting on any advice or recommendation in these material, investors should consider whether it is suitable for their particular circumstances and, if necessary, seek professional advice. This report does not take into account the specific investment objectives, financial situation/circumstances and the particular needs of any specific person who may receive this document. The user assumes the entire risk of any use made of this information. Each recipient of this report should make such investigation as it deems necessary to arrive at an independent evaluation of an investment in the Commodity/(ies) referred to in this report (including the merits and risks involved). The price, volume and income of the investments referred to in this report may fluctuate and investors may realize losses that may exceed their original capital.

The investments or services contained or referred to in this report may not be suitable for all equally and it is recommended that an independent investment advisor be consulted. In addition, nothing in this report constitutes investment, legal, accounting or tax advice or a representation that any investment or strategy is suitable or appropriate to individual circumstances or otherwise constitutes a personal recommendation of GFSL.



REGULATORY DISCLOSURES:

Geojit Financial Services Limited's Associates consists of companies such as Geojit Technologies Private Limited (GTPL- Software Solutions provider), Geojit Credits Private Limited (GCPL- NBFC Services provider). In the context of the SEBI Regulations on Research Analysts (2014), Geojit Financial Services Limited affirms that we are a SEBI registered Research Entity and we issue research reports /research analysis etc that are prepared by our Research Analysts. We also affirm and undertake that no disciplinary action has been taken against us or our Analysts in connection with our business activities.

In compliance with the above mentioned SEBI Regulations, the following additional disclosures are also provided which may be considered by the reader before making an investment decision:

1. Disclosures regarding Ownership:

GFSL confirms that:

It/its associates have no financial interest or any other material conflict in relation to the subject Commodity futures covered herein at the time of publication of this report.

Further, the Research Analyst confirms that:

He, his associates and his relatives have no financial interest in the subject Commodity futures covered herein, and they have no other material conflict in the subject Commodity at the time of publication of this report.

2. Disclosures regarding Compensation:

During the past 12 months, GFSL or its Associates have not received any compensation or other benefits from any entity/ third party in connection with the Commodity futures mentioned in this report.

3. Disclosure regarding the Research Analyst's connection with the Commodity futures:

It is affirmed that I, Manu Jacob, employed as Research Analyst by GFSL and engaged in the preparation of this report have no substantial ownership or financial interest over any Commodity futures mentioned in the report.

4. Disclosure regarding Market Making activity:

Neither GFSL nor its Research Analysts have engaged in market making activities for the subject Commodity futures. Copyright in this report vests exclusively with GFSL

In case you have any grievance, please contact the below mentioned:

Compliance Officer

Ms. Indu K.

Geojit Financial Services Limited, 34/659 P, Civil Lane Road, Padivattom, Kochi - 682024

Tele: 0484 -2901367

Email: compliance@geojit.com

Grievance Officer

Mr Nitin K

Geojit Financial Services Limited,34/659 P, Civil Lane Road, Padivattom, Kochi - 682024

Tele: 0484-2901363

Email : grievances@geojit.com

STANDARD WARNING

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

