WEEKLY REPORT
Commodities & Currency

24 June 2024

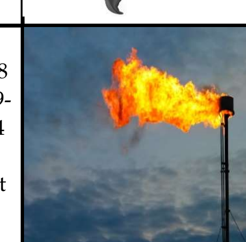
Macro Data Released

Date	Data	Actual	Forecast
Jun-18	EUR:Final Core CPI y/y	2.90%	2.90%
	EUR:Final CPI y/y	2.60%	2.60%
	USD:Core Retail Sales m/m	-0.10%	0.20%
	USD:Retail Sales m/m	10.00%	0.30%
	USD:Industrial Production m/m	0.90%	0.30%
	USD:Capacity Utilization Rate	78.70%	78.60%
	USD:Business Inventories m/m	0.30%	0.30%
Jun-19	GBP:CPI y/y	2.00%	2.00%
	GBP:Core CPI y/y	3.50%	3.50%
	GBP:PPI Input m/m	0.00%	-0.30%
	GBP:PPI Output m/m	-0.10%	0.10%
Jun-20	GBP:Official Bank Rate	5.25%	5.25%
	USD:Unemployment Claims	238K	235K
	USD:Building Permits	1.39M	1.45M
	USD:Philly Fed Manufacturing Index	1.3	4.8
	USD:Housing Starts	1.28M	1.37M
	EUR:Consumer Confidence	-14	-14
	USD:Crude Oil Inventories	-2.5M	-2.8M
Jun-21	GBP:GfK Consumer Confidence	-14	-16
	JPY:National Core CPI y/y	2.50%	2.60%
	JPY:Flash Manufacturing PMI	50.1	50.6
	GBP:Retail Sales m/m	2.90%	1.60%
	GBP:Public Sector Net Borrowing	14.1B	14.5B
	EUR:Flash Manufacturing PMI	45.6	48
	EUR:Flash Services PMI	52.6	53.5
	GBP:Flash Manufacturing PMI	51.4	51.3
	GBP:Flash Services PMI	41.2	53
	USD:Flash Manufacturing PMI	51.7	51
	USD:Flash Services PMI	55.1	53.4
	USD:Existing Home Sales	4.11M	4.08M
	USD:CB Leading Index m/m	-0.50%	-0.40%
	USD:Natural Gas Storage	71B	59B

Macro Data For the Week

Date	Data	Forecast	Previous
Jun-25	USD:CB Consumer Confidence	100.2	102
	USD:FOMC Member Cook Speaks		
	USD:FOMC Member Bowman Speaks		
Jun-26	EUR:German GfK Consumer Climate	-19.9	-20.9
	GBP:CBI Realized Sales	5	8
	CNY:CB Leading Index m/m		-0.20%
	USD:New Home Sales	650K	634K
	USD:Crude Oil Inventories		-2.5M
Jun-27	JPY:Retail Sales y/y	2.00%	2.00%
	USD:Final GDP q/q	1.40%	1.30%
	USD:Unemployment Claims	240K	238K
	USD:Core Durable Goods Orders m/m	0.10%	0.40%
	USD:Durable Goods Orders m/m	-0.10%	0.60%
	USD:Final GDP Price Index q/q	3.00%	3.00%
	USD:Pending Home Sales m/m		-7.70%
	USD:Natural Gas Storage		71B
Jun-28	GBP:Final GDP q/q	0.60%	0.60%
	USD:Core PCE Price Index m/m	0.10%	0.20%
	USD:Fed Monetary Policy Report		
	USD:FOMC Member Bowman Speaks		

Weekly Update

GOLD	The previous week saw gold prices being swayed by US economic indicators and geopolitical unrest in the Middle East. The weaker US economic data bolstered predictions of a Federal Reserve rate cut this year, enhancing gold's allure as a safe-haven asset. Presently, the markets are factoring in over a 60% probability of the Federal Reserve initiating rate cuts at the September meeting. These elements will continue to be pivotal this week. Any intensification in Middle East conflicts or further weakening of US economic data could stimulate gold prices.	
SILVER	Despite the Federal Reserve's hawkish surprise of forecasting just one cut in FY24-25, silver prices ascended last week. The weak US economic data, including softer consumer and producer prices, coupled with last week's disappointing US Retail Sales figures, keep the prospects for two rate cuts this year alive. This pressured the US treasury and the greenback, thereby elevating the white metal. This week is lighter on data, with Labor data being the focal point.	
OIL	Crude oil prices rose for the second consecutive week as demand surged. Gasoline consumption in the U.S. soared to 9.4 million barrels per day (bpd) last week, the highest level for that time of year since the end of the Covid-19 pandemic. However, the week commenced on a softer note as the US E.I.A reported a significant increase in total product supplied, which rose by 1.9 million barrels per day in the week ending June 14, reaching 21.1 million bpd. Market sentiment has improved since OPEC+ announced plans to increase production starting in October, with hopes of stronger future demand supporting prices. A consolidation behavior in crude oil is expected this week.	
NATURAL GAS	Natural gas prices dropped over 6% last week due to increased production and shifting weather patterns. Stockpiles held in underground storage in the lower 48 states rose 7 billion cubic feet (Bcf) for the week ended Mar 15, as opposed to the guidance of a 1 Bcf withdrawal. The increase compared with the five-year (2019-2023) average net shrinkage of 42 Bcf and last year's decline of 68 Bcf for the reported week. The total supply of natural gas averaged 105.3 Bcf per day, down 0.4 Bcf per day every week due to a slump in dry production and lower shipments from Canada. Meanwhile, daily consumption rose to 107.7 Bcf from 106.6 Bcf in the previous week, mainly reflecting an uptick in residential/commercial usage and a higher power burn triggered by cold late-winter heating demand. The first build of the year puts total natural gas stocks at 2,332 Bcf, which is 411 Bcf (21.4%) above the 2023 level and 678 Bcf (41%) higher than the five-year average.	
BASE METAL	Copper prices plummeted over 6% last week due to augmented production and changing weather patterns. There has been a significant increase in LME inventories, which have surged around 50% since mid-May, and record-high copper exports from China. To counter the scarcity of copper ore, China's imports of copper scrap have significantly increased. Copper prices are anticipated to face pressure due to subdued demand and ample supply.	
US DOLLAR	The US dollar was firm last week due to the Federal Reserve's steady policy stance and dovish positions of other central banks. On Friday, the US Composite PMI for June surpassed expectations, rising to 54.6 from May's reading of 54.5. This figure marked the highest level since April 2022. The Manufacturing PMI increased to a reading of 51.7 from a 51.3 figure, exceeding the forecast of 51.0. Similarly, the Services PMI rose to 55.1 from 54.8 in May, beating the consensus estimate of 53.7. Apart from the positive data flow, weakening of Japanese yen and Swiss Franc after the rate cut also supported the dollar.	
INDIAN RUPEE	The Indian Rupee lost momentum last week due to the rise in crude oil prices and potential intervention from the Indian central bank. Last week, the rupee hit the lowest level of 83.63 but finally settled at 83.57 against the dollar. A record block deals worth Rs 23,000 crore on Wednesday, which included Vodafone Plc's stake sale in Indus Towers, is said to be among the triggers behind the INR slide. The RBI most likely safeguarded further slide in the Indian Rupee.	
Euro	The EURUSD pair remained under bearish pressure last week due to disappointing PMI data from Germany and the Eurozone. Apart from this, dovish signals from the European Central Bank's (ECB) major European counterparts (the Bank of England and Swiss National Bank) and investors' nerves still quite jittery on EU fiscal and political developments, the Euro is understandably under some pressure in the latter half of this week.	
Pound	The GBPUSD pair lost 0.5% last week due to declining inflation expectations and potential policy shifts by the Reform Party. UK PMIs also came in mixed, with the S&P Global/CIPS Manufacturing PMI for June rising to 51.4 against the forecast 51.3 and the previous month's 51.2. The Services PMI contracted sharply to a seven–month low of 51.2, entirely missing the forecast uptick to 53.0 from 52.9. The weak data-maintained pressure on the currency.	

Resistance & Support Levels For The Week

Domestic Levels

MCX	R1	R2	S1	S2
Gold	72224.00	73224.00	70974.00	70274.00
Silver	89858.33	90858.33	88608.33	87908.33
Crude Oil	6761.67	6881.67	6541.67	6501.67
Natural Gas	242.03	247.03	226.03	239.03
Copper	861.42	869.42	844.42	836.42

International Levels

NYMEX	R1	R2	S1	S2
Gold $	2347.26	2372.26	2298.24	2278.24
Silver $	31.12	32.12	28.06	26.56
Crude Oil $	83.06	84.91	77.75	75.25
Natural Gas $	3.06	3.41	2.45	2.25

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Market Watch - International - Weekly						
Sr.No.	Particulars	Prev.Close	High	Low	Close	% Change
1	Gold	2319.81	2325.72	2304.21	2324.78	0.21%
2	Silver	29.4815	29.6795	29.5075	29.5075	0.09%
3	Crude Oil	80.4300	80.6100	78.4500	80.2000	-0.29%
4	Natural Gas	2.7720	2.8040	2.7880	2.8040	1.15%

Market Watch - MCX - Weekly						
Sr.No.	Particulars	Prev.Close	High	Low	Close	% Change
1	Gold	71575.00	71692.00	71665.00	71665.00	0.13%
2	Silver	89365.00	89427.00	89249.00	89249.00	-0.13%
3	Crude Oil	6692.00	6695.00	6568.00	6692.00	0.00%
4	Natural Gas	234.30	234.50	233.80	233.80	-0.21%
4	Copper	851.40	852.45	852.40	852.40	0.12%

Commodities and FX Data

LME Inventories			
Metals	Previous	Net	TOTAL
Copper	127325	9350	117975
Zinc	250950	-9000	259950
Nickel	87744	2166	85578
Lead	206300	18725	187575
Aluminium	1073950	-26050	1100000

Shanghai market Watch			
Sr.No	Metal	Close	% Change
1	Aluminium	20425	-1.16
2	Copper	78880	-1.00
3	Zinc	23310	-1.60

Energy Inventories Watch - US		
Enery	Prior	Actual
Crude Stocks	3.73M	3.73M
Gasoline Stocks	2.566M	2.566M
Distillates Stocks	0.881M	0.881M
Stocks at Cushing Oklahoma	-1.593M	-1.593M
Natural Gas Inventories	0.074M	0.074M

Forex Watch			
Currency	Close	Change	% Change
USDINR Spot	83.4925	-0.0337	-0.04%
EURUSD	1.0725	-0.0009	-0.08%
GBPUSD	1.2697	-0.0008	-0.06%
USDJPY	157.6300	-0.1100	-0.07%
Chin.Yuan	7.2556	0.0003	0.00%

Bullion ETF Holdings		
ETF	In Tonnes	Net.Change
SPDR Holding	825.31	-4.03
Ishares Holding	13390.23	25.57

Global Bond Yeild Update		
10 Year Bonds	LTP	W.Change
United States	4.27	-0.14%
Europe	3.19	0.00%
United Kingdom	4.06	1.35%
India	6.99	-0.01%

COT CFTC DATA

Gold					Open Interest			7,29,754
Non - Commercial			Commercial		Total		Non - Reportable	
Long	Short	Spread	Long	Short	Long	Short	Long	Short
2,77,850	41,684	2,32,209	1,62,188	4,26,181	6,72,247	7,00,074	57,508	29,680
Changes			Change in O.I.				-6,760	
-12,873	-5,032	3,461	2,067	-7,504	-7,344	-9,075	585	2,315

Silver					Open Interest			2,38,410
Non - Commercial			Commercial		Total		Non - Reportable	
Long	Short	Spread	Long	Short	Long	Short	Long	Short
80,778	33,920	58,208	58,004	1,32,246	1,96,990	2,24,374	41,420	14,035
Changes			Change in O.I.				-2,833	
-4,928	-249	-976	1,173	-2,101	-4,731	-3,326	1,899	492

Chart - DXY and USDINR Spot

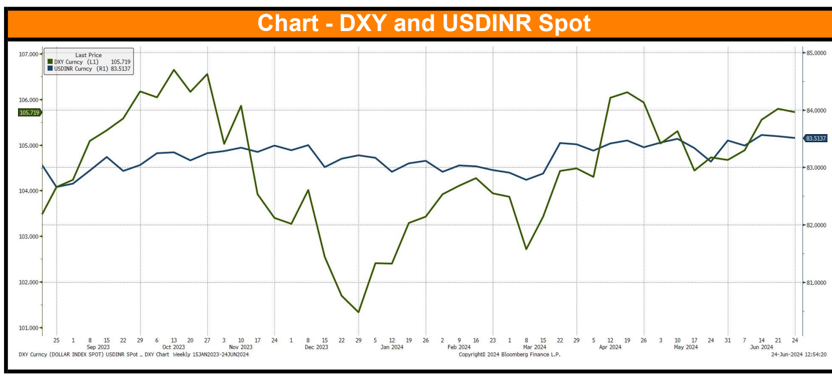
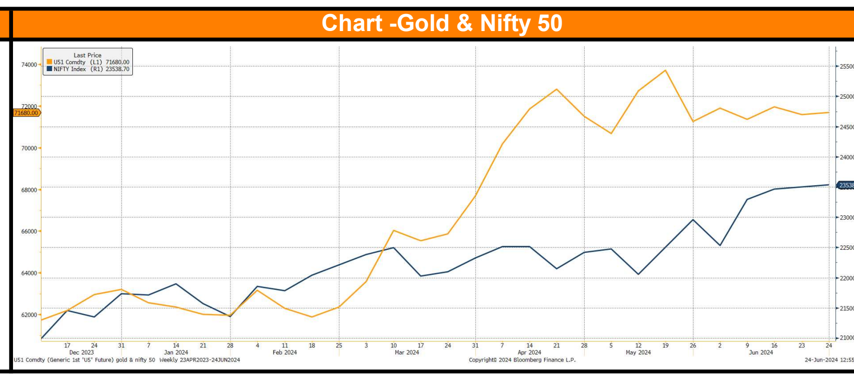


Chart -Gold & Nifty 50



Riya Singh

Currency & Commodities Analyst

riya.singh@emkayglobal.com | 022 - 66121310