

FX & Commodity Insight

DXY	INR	EUR	GBP	JPY	Nifty	US 10YR	IN 10YR	Gold	WTI
104.88	83.3025	€1.0829	£1.2726	156.77	22597.80	4.4237%	7.037%	\$2370.86	\$77.05

Current MKT Price

Currency	Future	Spot	Open	High	Low	Prev.Close	O.I	%Chng OI	Volume'lots
USDINR(NSE)	83.3025	83.2800	83.3025	83.3150	83.2250	83.3375	2518920	-1.55	251869
Gold (MCX)	73046	73912	74026	74026	72976	74021	8351	-13.71	6845
Silver (MCX)	93013	92732	94604	94868	92728	94725	26500	-4.15	23936
Crude	6492	6557	6513	6538	6455	6568	7026	21.43	15760

Intraday Technical Analysis

Instruments	R3	R2	R1	Pivot	S1	S2	S3
USDINR - NSE	83.75	83.57	83.44	83.28	83.15	82.99	82.84
Gold (USD/oz)	2394.91	2391.41	2381.23	2373.99	2363.81	2356.57	2354.07
Silver(USD/oz)	30.99	31.51	31.69	30.57	30.05	29.63	29.48
WTI (\$/Bbl)	78.91	77.73	30.99	77.06	76.72	76.39	76.24
Gold - MCX	74550	74400	73723	73349	72673	72299	72149
Silver - MCX	96027	95777	94345	93536	92205	91396	91146
Crude - MCX	6690	6578	6535	6495	6452	6412	6287
Natural Gas - MCX	250.00	248.00	241.10	229.20	222.30	210.40	205.40
Copper - MCX	946.13	942.98	919.57	906.78	883.37	870.58	868.58
Lead - MCX	196.86	196.68	195.07	194.13	192.52	191.58	191.43
Zinc - MCX	280.96	280.78	276.27	273.43	268.92	266.08	265.93
Alumunium - MCX	259.12	257.32	249.23	244.02	237.58	230.57	229.37

USDINR					Gold/Silver Ratio	Put Call Ratio (PCR)		
Call		Strike	Put		COMEX	Day	22-May	21-May
% Chang O.I	O.I		O.I	% Chang O.I	Ratio	0.29	0.19	
0.00	7136	82.7500	14043	0.29	77.3:1			
-0.41	87193	83.0000	86721	1.35				
3.01	38208	83.2500	28793	-0.97				
0.09	107065	83.5000	49757	0.21				
0.14	75601	83.7500	43	0.00				

FI Flows (\$mn)		
	22-May-24	Month
Equity	-225.19	-3346.00
Debt	86.91	216.00

Crude Oil					Natural Gas				
Call		Strike	Put		Call		Strike	Put	
Change in O.I.	O.I		O.I	Change in O.I.	Change in O.I.	O.I		O.I	Change in O.I.
1297	1312	6400	2497	2497	15	0	150	4008	280
7528	7528	6500	6256	1046	43	424	160	7233	311
2141	12031	6600	2416	-917	79	1198	170	7089	972
1164	7534	6700	797	-180	24	2150	180	8772	232
360	4733	6800	645	-68	53	3152	190	8849	-627
-298	2358	6900	538	-45	99	2156	200	10171	1356
17	3658	7000	347	-7	188	3268	210	6181	-602

Market Commentary

DXY	Federal Reserve officials indicated a willingness to raise interest rates again if inflation doesn't cool off further, according to minutes of the April-May meeting released Wednesday. Various participants mentioned a willingness to tighten policy further should risks to inflation materialize in a way that such an action became appropriate," the minutes said. The meeting followed a slew of readings that showed inflation was more stubborn than officials had expected to start 2024.
EURUSD	Europe's economic outlook is undoubtedly improving. Data published on May 15th showed that the euro zone grew by 0.3% in the first quarter of this year against the previous quarter. Although a modest rise, this was the first significant growth in six consecutive quarters and enough for the currency bloc to emerge from a recession. The same day the European Commission upgraded its forecasts of EU growth for 2024
GBPUSD	The pound gained after UK inflation fell to 2.3% year-on-year in April, a figure that was higher than the market and the Bank of England were expecting (2.1%). The odds of an interest rate cut at the Bank of England in June are now materially lower than 50%, having been close to 60% just days earlier. The rise in the value of the Pound reflects this readjustment in expectations for Bank of England policy.
Indian Rupee	The Indian rupee stayed supported against the US dollar today, holding onto its recent wave of appreciation. Local equities are managing to hold onto gains amid steady global cues. A renewed wave of correction in WTI Crude oil futures that pulled the counter towards is also aiding the correction
Energy	Oil extended losses after closing at the lowest level in three months on Wednesday on signs the Federal Reserve may hold interest rates higher for longer, which could weigh on energy demand. US crude stockpiles rose last week, while inventories at the storage hub at Cushing, Oklahoma, swelled to the highest level since July, according to government data.
Bullions	Bullion extends the decline on Wednesday. The further upside of the bullion metal might be limited, as the FOMC minutes were interpreted as significantly more hawkish than previous releases. The cautious approach of the US Fed to hold its restrictive policy for longer boosts the Greenback broadly and exerts some selling pressure on the gold price.
Base Metals	Copper's lightning rally to record highs may not be sustainable in the coming weeks, with action concentrated on the shipment of material to cover exposed short positions in the US Comex futures market rather than tepid demand in top consumer China. At least 100,000 metric tons of copper are en route to the US CME exchange, two sources with direct knowledge told Reuters on Monday, which will go a good way to allow parties to deliver against bearish positions and take the heat out of the market.

Economic Events

Today			Yesterday		
Event	Forecast	Previous	Event	Actual	Forecast
EUR:German Flash Manufacturing PMI	43.4	42.5	UK:CPI y/y		2.10%
EUR:German Flash Services PMI	53.5	53.2	UK:Core CPI y/y		3.60%
UK:Flash Manufacturing PMI	49.5	49.1	US:Existing Home Sales		4.21M
UK:Flash Services PMI	54.7	55	US:Crude Oil Inventories		-2.4M
US:Unemployment Claims	221K	222K	US:FOMC Meeting Minutes		
US:Flash Manufacturing PMI	51.2	51.3			
US:Flash Services PMI	51.2	51.3			

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Source for all the data above: *Bloomberg, Exchange Website, NSDL website*

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