

January 20, 2025

Daily Commodities Outlook

Daily Recommendations						
Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Copper	January	Sell	835-836	827	840	Intraday

Research Analysts

Jay Thakkar
jay.thakkar@icicisecurities.com

Raj Deepak Singh
rajdeepak.singh@icicisecurities.com

Saif Mukadam
saif.mukadam@icicisecurities.com

Anup Sahu
anup.sahu@icicisecurities.com

News and Developments

- Spot gold prices ended on negative note losing 0.43%, while Silver prices slipped more than 1.5% on Friday due to strong dollar and rise in US treasury yields. However, remained on track for weekly gain amid rise in safe haven demand due to uncertainties around incoming President Donald Trump policies
- US Dollar ended on the positive note gaining 0.41% on better than expected economic data from US and as investors await Donald Trump's presidential inauguration and clarity of the incoming policies. Further, IMF raised its 2025 US GDP forecast due to stronger demand
- US December housing starts rose 15.8% m/m to a 10-month high of 1.499 million, stronger than expectations of 1.327 million. US December manufacturing production rose 0.6% m/m, stronger than expectations of 0.2% m/m
- IMF projected global growth of 3.3% in both 2025 and 2026, raised its forecast for global growth in 2025 by one-tenth of a percentage point. IMF raised its US 2025 GDP forecast to 2.7% from an October estimate of 2.2%
- US Treasury inched higher after improved economic data from US supported expectations that US Fed would slow pace of rate cuts. The benchmark US Treasury 10-year yield rose to 4.623%. While 2-year treasury yield, which typically moves in step with interest rate expectations increased to 4.283%
- NYMEX Crude oil prices settled lower on Friday losing 0.69% on strong dollar and ease in geopolitical tension in Middle East after Israel and Hamas agreed on Gaza ceasefire and hostage release deal.
- Copper prices ended on the negative note amid strong dollar and on concerns over tariffs implications from incoming President Donald Trump administration

Price Performance

Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	79023	-0.26%	2703.3	-0.41%
Silver	91602	-1.29%	30.37	-1.45%
Copper	832.8	-0.58%	9190.0	-0.44%
Aluminium	256.1	1.39%	2684.5	1.82%
Zinc	277.6	1.28%	2942.0	2.35%
Lead	177.7	-0.06%	1967.0	-0.18%
WTI Crude Oil	6720	-0.59%	77.88	-1.02%
US Nat Gas	344.7	-3.26%	3.95	-7.28%

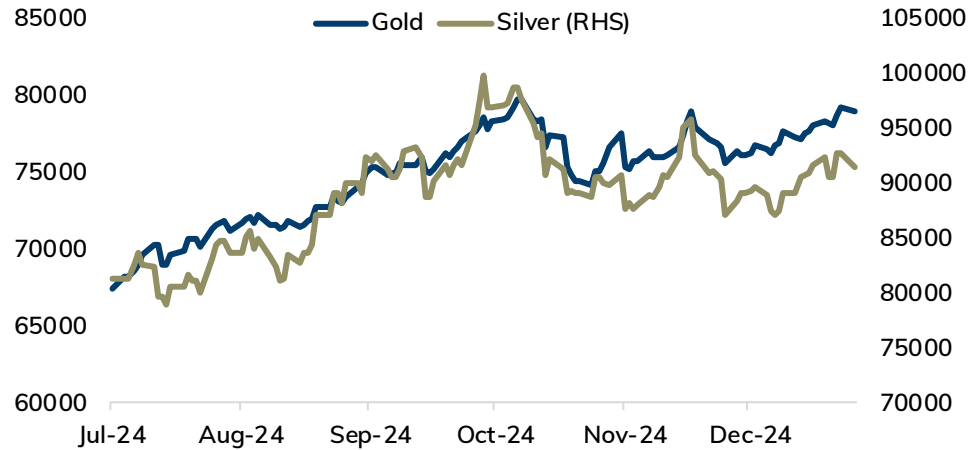
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (29th January)	86.67	0.00%	3026342	-125433	496435	87291
EURINR (29th January)	89.33	0.20%	24284	-162	2178	-6258
GBPINR (29th January)	105.77	0.02%	30947	-2354	5712	-2736

Daily Strategy Follow-up

Commodity/Index	Expiry	Action	Entry	Target	Stoploss	Comment
Copper	January	Buy	835-836	842	832	Stoploss Triggered

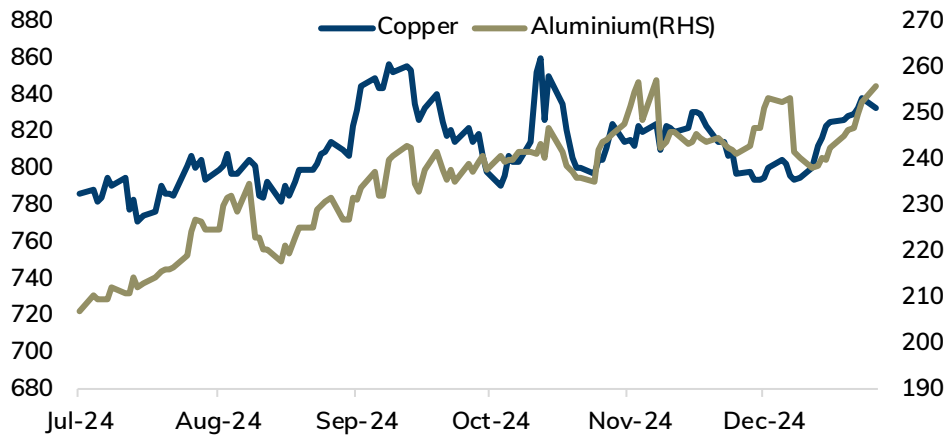
MCX Gold vs. Silver



Bullion Outlook

- Spot gold is likely to face stiff resistance near \$2720 level amid strong dollar. Further, improved economic data from US renewed hopes that US Fed would reduce the pace of rate cuts and likely to ease just once in 2025. Meanwhile, demand for safe haven may increase as investors await Trump inauguration and his policies on trade, tax and immigration which are considered to be inflationary and spark trade war
- Spot gold is likely to face stiff resistance near \$2720 level and slip further towards \$2665 level. A break below \$2665 level prices may dip further towards \$2650 level. MCX Gold February is expected slip further towards 78,500 level as long as it trades below 79,300 level
- Spot Silver is likely to slip further towards \$29.50 as long as it trades below \$30.35 level which is also 50-Day EMA. A break below \$29.50 level prices may slip further towards \$29 level. MCX Silver March is expected to dip towards 89,000 level as long as it trades below 92,000 level

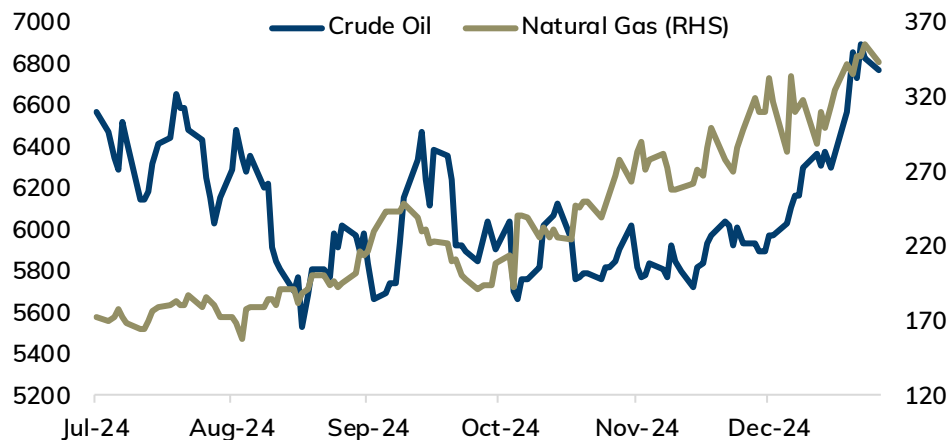
MCX Copper vs. Aluminium



Base Metal Outlook

- Copper prices are expected to trade with negative bias amid strong dollar. Further, investors await Donald Trump's presidential inauguration and clarity on incoming administration policies. Further, People's Bank of China left its benchmark loan prime rate unchanged, as weakening Yuan limited China's monetary easing efforts. However, sharp fall may be cushioned on persistent decline in LME inventories and on hopes for more stimulus packages from Beijing to support economic growth
- MCX Copper January is expected to slip towards 822 level as long as it stays below 840 level. A break below 822 level copper prices may slip further towards 818 level
- MCX Aluminium Jan is expected to correct towards 252 level as long as it stays below 256 level. MCX Zinc Jan is likely to slip back towards 275 level as long as it stays below 278 level

MCX Crude Oil vs. Natural Gas



Energy Outlook

- NYMEX Crude oil is expected to trade with negative bias and slip further towards \$76 level on strong dollar and easing tensions in the Middle East as Hamas and Israel exchanged hostages and prisoners under a recently signed ceasefire. Additionally, market expects Houthi militia to halts its attack on ships in Red Sea now. Ease in geopolitical tension in middle east should remove security premium out of oil prices. However, sharp fall in the prices may be cushioned as supply concerns persisted after US imposed 2-rounds of sanctions in the past two weeks on Russia's energy sector
- NYMEX Crude oil is likely to slip further towards \$76 level as long as its stays below \$78.50 level. MCX Crude oil Feb is likely to slip further towards 6600 level as long as it stays below 6850 level.
- MCX Natural gas Jan is expected to slip further towards 330 level as long as it stays below 355 level. A break below 330 level prices may slip further towards 324 level.

Daily Commodity Pivot Levels

Commodity	S2	S1	Pivot	R1	R2
Gold	78554	78789	78991	79226	79428
Silver	90339	90970	91800	92431	93261
Copper	821.9	827.4	834.2	839.6	846.4
Aluminium	251.9	254.0	255.2	257.3	258.6
Zinc	273.0	275.3	276.6	278.9	280.1
Lead	175.2	176.5	178.2	179.5	181.2
Crude Oil	6620	6670	6743	6793	6866
Nat Gas	325	335	352	362	379

Daily Currency Pivot Levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Jan)	86.59	86.63	86.66	86.71	86.74
US\$INR (Feb)	86.81	86.85	86.88	86.93	86.96
EURINR (Jan)	89.06	89.20	89.27	89.41	89.48
EURINR (Feb)	90.91	90.32	90.91	90.32	90.91
GBPINR (Jan)	105.35	105.56	105.75	105.97	106.16
GBPINR (Feb)	106.44	106.38	106.44	106.38	106.44
JPYINR (Jan)	55.64	55.70	55.85	55.90	56.06
JPYINR (Feb)	56.67	56.34	56.67	56.34	56.67

Key Parameters

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	109.35	108.96	0.36%
US\$INR	86.61	86.55	0.07%
EURUSD	1.0273	1.0301	-0.27%
EURINR	89.18	89.03	0.17%
GBPUSD	1.2169	1.2239	-0.57%
GBPINR	105.64	105.57	0.06%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	6.765	6.748	0.02
US	4.627	4.613	0.01
Germany	2.535	2.547	-0.01
UK	4.660	4.679	-0.02
Japan	1.203	1.207	0.00

US Crude Stocks Change (Barrels)

Release Date	Time (IST)	Actual	Forecast
15-01-2025	9:00 PM	-2.0M	-1.0M
08-01-2025	9:00 PM	-1.0M	-1.8M
02-01-2025	9:00 PM	-1.2M	-2.4M
27-12-2024	9:00 PM	-4.2M	-0.7M
18-12-2024	9:00 PM	-0.9M	-1.6M
11-12-2024	9:00 PM	-1.4M	-1.0M
04-12-2024	9:00 PM	-5.1M	-1.6M

LME Warehouse Stocks (Tonnes)

Commodity	Current Stock	Change in Stock	% Change
Copper	260075	-175	-0.07%
Aluminium	609375	-2500	-0.41%
Zinc	201350	-2550	-1.25%
Lead	234375	-2450	-1.03%
Nickel	169494	1500	0.89%

Economic Calendar

Date & Time (IST)	Country	Data & Events	Actual	Expected	Previous	Impact
Monday, January 20, 2025						
6:30 AM	China	5-y Loan Prime Rate	3.60%	3.60%	3.60%	Medium
All day	US	Bank Holiday		-	-	-
Tuesday, January 21, 2025						
12:30 PM	Uk	Claimant Count Change		10.3K	0.3K	High
12:30 PM	Uk	Average Earnings Index 3m/y		5.60%	5.20%	Medium
3:30 PM	Europe	German ZEW Economic Sentiment		15.2	15.7	Medium
Wednesday, January 22, 2025						
Tentative	All	WEF Annual Meetings		-	-	-
8:45 PM	Europe	ECB President Lagarde Speaks		-	-	Medium
Thursday, January 23, 2025						
7:00 PM	US	Unemployment Claims		220K	217K	High
9:30 PM	US	Crude Oil Inventories		-	(-2.0)M	Medium
Friday, January 24, 2025						
Tentative	Japan	BOJ Policy Rate		<0.5%	<0.25%	High
2:30 PM	Europe	Flash Manufacturing PMI		45.5	45.1	Medium
2:30 PM	Europe	Flash Services PMI		51.4	51.6	Medium
3:00 PM	UK	Flash Manufacturing PMI		46.9	47	High
3:00 PM	UK	Flash Services PMI		50.8	51.1	High
8:15 PM	US	Flash Manufacturing PMI		-	49.4	High
8:15 PM	US	Flash Services PMI		-	56.8	High
8:30 PM	US	Existing Home Sales		4.19M	4.15M	Medium
8:30 PM	US	Revised UoM Consumer Sentiment		-	73.2	Medium



Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,
ICICI Securities Limited,
Third Floor, Brillanto House,
Road No 13, MIDC,
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

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Name of the Compliance officer (Research Analyst): Mr. Atul Agrawal
Contact number: 022-40701000 E-mail Address: complianceofficer@icicisecurities.com

For any queries or grievances: Mr. Bhavesh Soni Email address: headsservicequality@icicidirect.com Contact Number: 18601231122

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