



Weekly Commodity Insights

The Week That Was

- Spot Gold: Gold (0.8%) extended their winning streak for three weeks in a row, the longest such run since April. Last week was data-heavy, with Fed Chairman Powell testifying that "the central bank won't wait for inflation to hit 2% before cutting rates as it may already be too late." Markets now see more than a 90% chance of a Fed rate cut in September, with another reduction anticipated before the year-end, following the cooler-than-expected CPI data that lifted prices higher.
- Spot Silver: The metal fell 1.4% for the week as continued growth concerns in China and PPI numbers from the US prompted investors to book profits. Investor focus will now be on this week's speech from the Fed Chairman and ECB monetary policy, where expectations are for the latter to hold policy rates.
- Nymex Crude: The four-week winning streak ended last week (-1.1%) after the threat of supply disruption by Hurricane Beryl eased off. Additionally, oil futures were further pressured by investors weighing weak U.S. consumer sentiment against mounting hopes for a Federal Reserve rate cut in September.
- Comex Copper: Copper finished lower last week (-1.3%) as a surge in LME inventories and weak data from China dented its appeal. LME data showed that copper inventories climbed to 206,778 tons for the week, the highest since October 2021. Additionally, Chinese imports unexpectedly declined by 2.3% in June, while exports topped forecasts with 8.6% growth. Investors are now looking ahead to a key political meeting in Beijing next week, the third Plenum, for signs of more stimulus to boost the economy.

Summary View For The Week

Metric	MCX Gold	MCX Silver	MCX Crude	MCX Copper
Weekly Candle Pattern (+/-2)	Hanging Man	Bearish Harami	Doji	Candle with long lower shadow
Candle Takeaway	Needs Confirmation	Negative	None	Positive
Daily Momentum (+/-1)	Positive	Negative	Negative	Negative
Weekly Momentum (+/-1)	Negative	Positive	Positive	Negative
Seasonality Trend For The Week (+/-1)	Positive	Neutral	Neutral	Negative
*Money Managers' Positioning (+/-1)	Positive	Positive	Positive	Positive
Options Skew (Now v/s 1w ago) (+/-2)	Negative	Negative	Negative	Positive
ATM Volatility Behavior (+/-1)	Positive	Positive	Positive	Positive
Correlation with USDX (v/s 1w ago)	More negative	Less negative	Less negative	Less negative
Range for Upcoming Week	72,475-74,126	90670-94450	6670-7060	852.8-881
Trendscore and Regime	2 (Mild Bullish)	-1 (Mild Bearish)	1 (Mild Bullish)	2 (Mild Bullish)

Understanding The Insights



Range for the Week: Derives the most likely trading range for the week for US front-month futures based on option volatilities



Weekly % Change: Bars represent weekly percentage change showing price volatility over a 26-week period



Daily/Weekly Candles: Offers context from daily candles (3 months) and weekly candles (12 months)



Daily/Weekly Momentum: Shows the current state of price momentum using the slow stochastic oscillator



Seasonal Analysis: Bars show the performance during the current week based on decade-long data for Comex/Nymex



Money Managers' Positioning: Long and short futures positioning of money managers (based on *COT data)



Options Skew: Shows how the demand for OTM calls and OTM puts today (white) has changed from one week prior (red)



Open Interest Insights: Top 5 calls and puts ranked by open interest change both for front-month contracts on Comex/Nymex

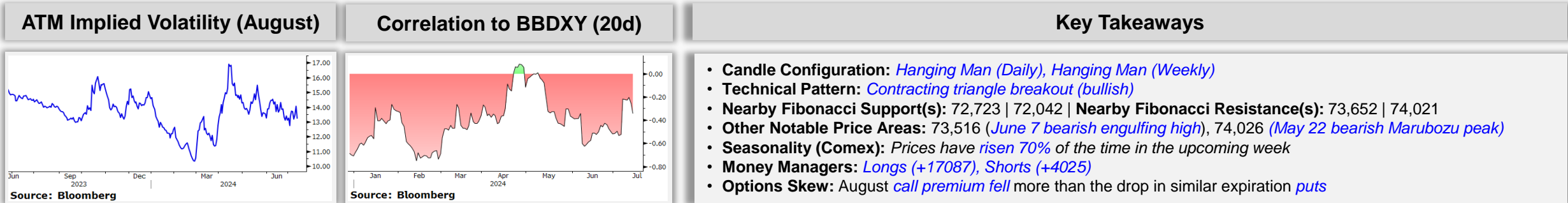
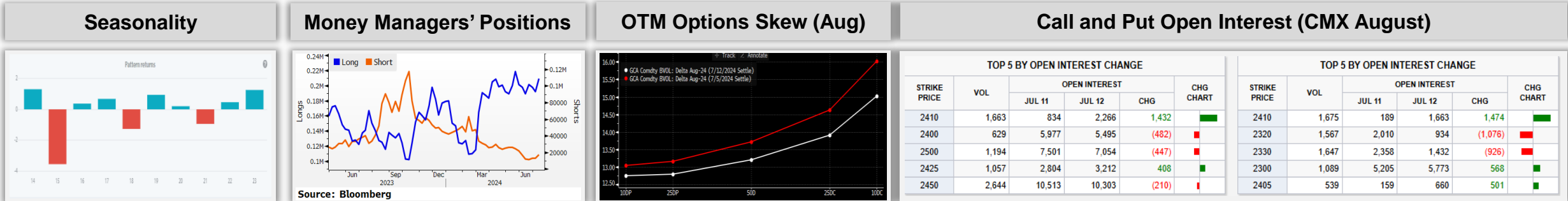
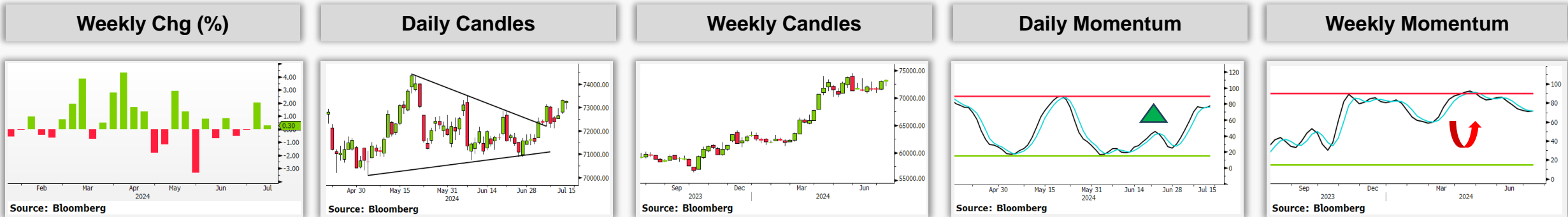


Implied Volatility: Shows the 12-month trend for one-week At-the-Money (ATM) implied volatility

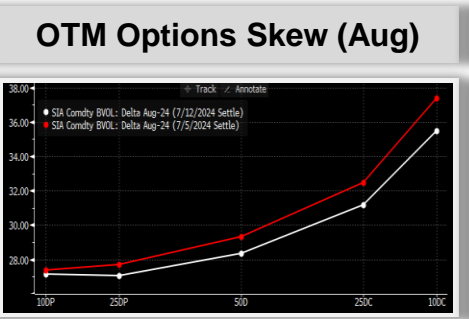
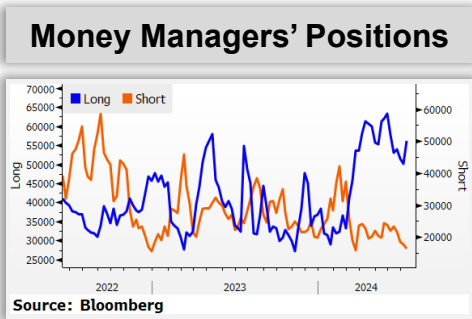
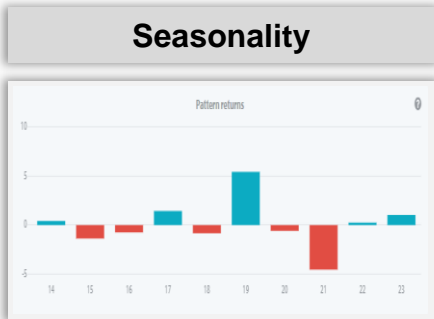
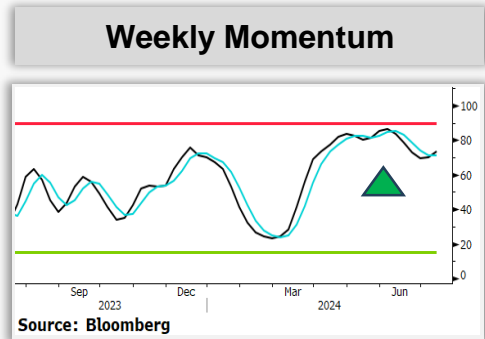
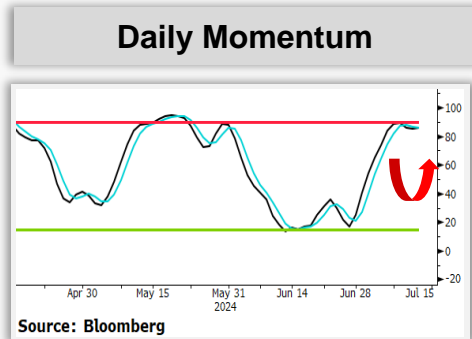
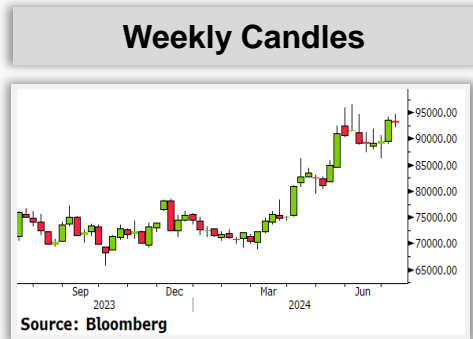
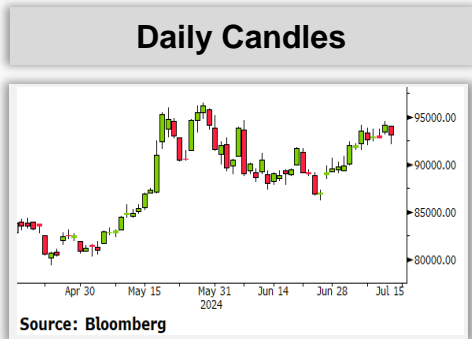
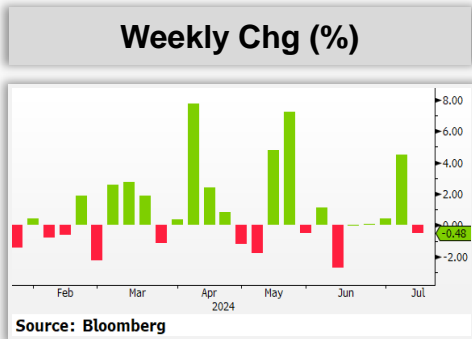


Correlation: Captures the 20-day rolling correlation of each commodity to the Bloomberg Spot Dollar Index

CMP and Weekly % Change		Previous Week's Range	Range for the Week (\$)	Daily	Weekly	Monthly
73,269	0.3%	72,111 – 73,333	\$2,365 - \$2,464	▲	▲	▲



CMP and Weekly % Change		Previous Week's Range	Range for the Week (\$)	Daily	Weekly	Monthly
93,109	-0.5%	92,025 – 94,590	\$29.76 - \$32.48	▲	▲	▲

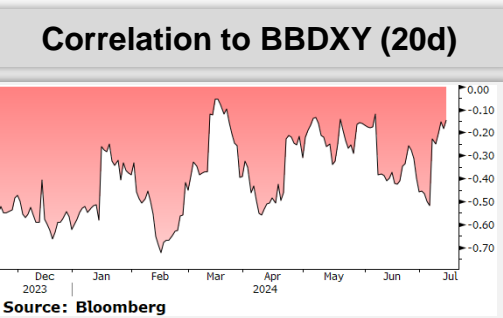
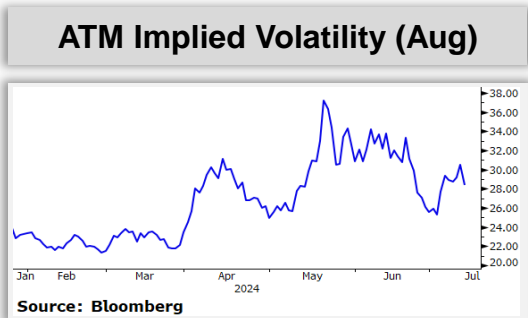


TOP 5 BY OPEN INTEREST CHANGE

STRIKE PRICE	VOL	OPEN INTEREST			CHG CHART
		JUL 11	JUL 12	CHG	
31	1,005	1,099	1,908	809	▲
33	792	1,279	1,525	246	▲
35	249	1,438	1,527	89	▲
34	157	716	628	(88)	▼
32.75	99	210	281	71	▲

TOP 5 BY OPEN INTEREST CHANGE

STRIKE PRICE	VOL	OPEN INTEREST			CHG CHART
		JUL 11	JUL 12	CHG	
31	963	412	1,137	725	▲
30	167	1,029	1,124	95	▲
29	176	821	893	72	▲
25	100	381	314	(67)	▼
30.5	81	526	583	57	▲



- ### Key Takeaways
- **Candle Configuration:** *Bearish Harami (Weekly)*
 - **Technical Pattern:** None
 - **Nearby Fibonacci Support(s):** 91,368, 90,373 | **Nearby Fibonacci Resistance(s):** 94,280 | 95,314
 - **Other Notable Price Areas:** 94,610 (*June 7 high*), 96,493 (*May 29 record*)
 - **Seasonality (Comex):** Prices have *advanced 50%* of the time in the upcoming week
 - **Money Managers:** *Longs (+5992), Shorts (-1339)*
 - **Options Skew:** Aug *call premium dropped more* compared with that for similar expiry *puts*

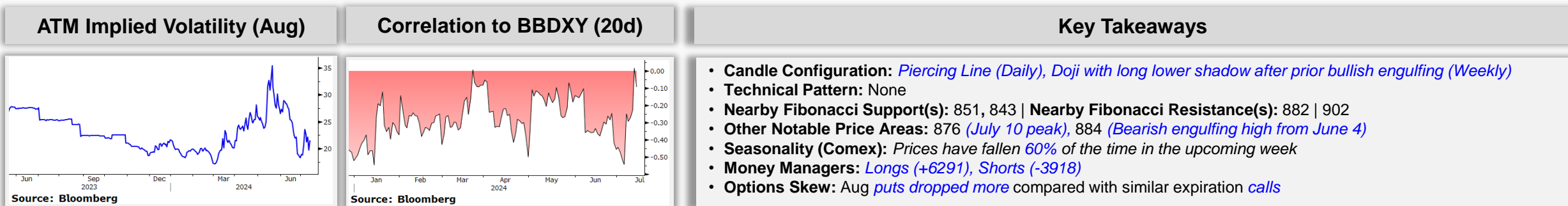
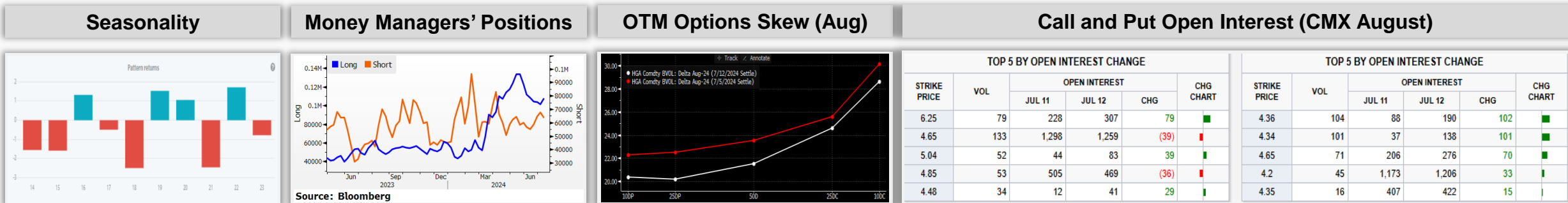
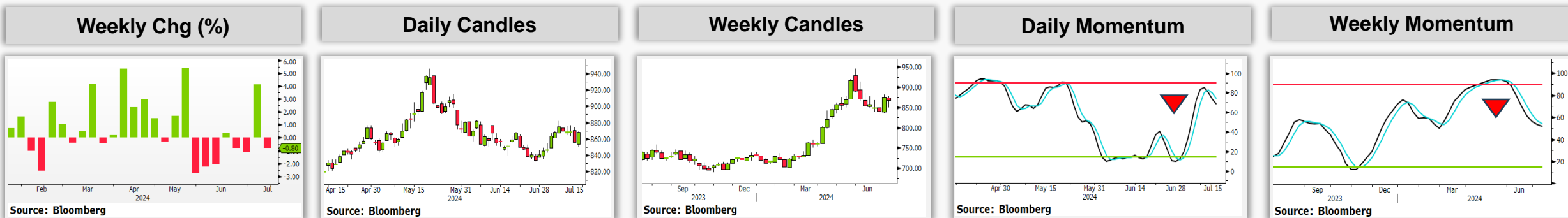
CMP and Weekly % Change		Previous Week's Range	Range for the Week (\$)	Daily	Weekly	Monthly
6,890	-1.3%	6,754 – 6,988	\$80.20 - \$84.61	▼	▲	▲

Weekly Chg (%)	Daily Candles	Weekly Candles	Daily Momentum	Weekly Momentum
Source: Bloomberg	Source: Bloomberg	Source: Bloomberg	Source: Bloomberg	Source: Bloomberg

Seasonality	Money Managers' Positions	OTM Options Skew (Aug)	Call and Put Open Interest (NMX August)																																													
			<table border="1"> <thead> <tr> <th colspan="6">TOP 5 BY OPEN INTEREST CHANGE</th> </tr> <tr> <th rowspan="2">STRIKE PRICE</th> <th rowspan="2">VOL</th> <th colspan="3">OPEN INTEREST</th> <th rowspan="2">CHG CHART</th> </tr> <tr> <th>JUL 11</th> <th>JUL 12</th> <th>CHG</th> </tr> </thead> <tbody> <tr> <td>85</td> <td>3,877</td> <td>10,737</td> <td>9,898</td> <td>(839)</td> <td>■</td> </tr> <tr> <td>83.5</td> <td>2,585</td> <td>3,951</td> <td>3,394</td> <td>(557)</td> <td>■</td> </tr> <tr> <td>83</td> <td>1,848</td> <td>6,235</td> <td>5,917</td> <td>(318)</td> <td>■</td> </tr> <tr> <td>80</td> <td>689</td> <td>8,431</td> <td>8,270</td> <td>(161)</td> <td>■</td> </tr> <tr> <td>96</td> <td>150</td> <td>2,663</td> <td>2,813</td> <td>150</td> <td>■</td> </tr> </tbody> </table>	TOP 5 BY OPEN INTEREST CHANGE						STRIKE PRICE	VOL	OPEN INTEREST			CHG CHART	JUL 11	JUL 12	CHG	85	3,877	10,737	9,898	(839)	■	83.5	2,585	3,951	3,394	(557)	■	83	1,848	6,235	5,917	(318)	■	80	689	8,431	8,270	(161)	■	96	150	2,663	2,813	150	■
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ATM Implied Volatility (August)	Correlation to BBDXY (20d)	Key Takeaways
		<ul style="list-style-type: none"> Candle Configuration: <i>Shooting Star (Daily), Doji (Weekly)</i> Technical Pattern: None Nearby Fibonacci Support(s): 6,804, 6,754 Nearby Fibonacci Resistance(s): 6,988 7.052 Other Notable Price Areas: 6,706 (<i>June 26 low</i>), 6,609 (<i>April 14 gap area</i>) Seasonality (Comex): Prices have rallied 50% of the time in the upcoming week Money Managers: <i>Longs (+3483), Shorts (-3326)</i> Options Skew: Aug <i>calls fell more</i> compared with similar expiration <i>puts</i>
Source: Bloomberg	Source: Bloomberg	

CMP and Weekly % Change		Previous Week's Range	Range for the Week (\$)	Daily	Weekly	Monthly
868.25	-0.8%	850.15 – 878.20	\$4.44 - \$4.73	▲	▼	▲



Things To Know



Momentum can remain very high or very low for a very long period in strongly trending markets



Trends on higher time-frames are stronger when compared to those on lower time frames



The strongest moves occur when at least two time-frames are aligned in the same direction



Pay close attention when historical seasonality patterns are in-sync with the prevailing trend direction



Simply being overbought is no indication to sell; similarly, simply being oversold is no indication to buy



The COT report comes every Friday at 3:30 PM (EST) and reflects positioning as of the previous Tuesday



Options skew shows whether there is more demand for OTM calls or puts today (white), compared with one week ago (red)



Top 5 most active calls and puts relate to the front-month, active contract



When ATM Implied Volatility is rising (falling) it shows more (less) demand for ATM calls and puts

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