

November 19, 2024

Daily Commodities Outlook

Daily Recommendations

Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Crude Oil	December	Buy	5750-5760	5880	5680	Intraday

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News and Developments

- Spot gold prices gained more than 1% and went past the \$2600 mark on Monday as US dollar index showed signs of cooling after rallying to 2 year highs. Further, resurgence of war between Russia and Ukraine rekindled safe haven demand appeal in the precious metal.
- Silver prices also regained its strength and rose more than 2% amid retreat in the dollar.
- US Dollar index edged lower from its 2-year highs despite of improved US economic numbers. Further, re-bounce in Euro has checked the upside in the dollar. Hawkish comments from the ECB member Nagel supported the Euro to rebound, after he emphasized on higher interest rates to curb the inflation. Further, dovish comment from the Fed member Goolsbee also weighed on the dollar to move towards 106.0 mark.
- U.S. Treasury yields shed gains and eased in choppy trading, with the yield on benchmark U.S. 10-year notes dropping 1 basis point to 4.416%
- NYMEX Crude oil prices rebounded from its 2-week lows amid supply concerns. Production halt in Norway's Johan Sverdrup oilfield has raised supply concerns in the North sea crude market. The gains were also fueled by escalating tensions in the Russia-Ukraine war, as Russia launched its biggest air strike in nearly three months.
- Copper price also witnessed a recovery amid hopes of fresh round of stimulus from China. Further, correction in the dollar also supported the metal to rebound from its 2-month lows. Furthermore, rise in US NAHB housing index to 7-month highs also supported the metal prices to trade higher.
- Natural gas prices held near 1-month high amid forecast of cooler temperature and rise in export demand.

Price Performance

Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	75047	1.49%	2611.8	1.90%
Silver	90513	2.37%	31.17	2.98%
Copper	804.8	1.21%	9072.5	0.78%
Aluminium	241.9	-0.33%	2607.5	-1.59%
Zinc	277.7	0.33%	2951.5	0.14%
Lead	180.1	0.81%	1991.0	1.74%
WTI Crude Oil	5819	2.65%	69.16	3.19%
US Nat Gas	247.8	4.34%	2.97	5.31%

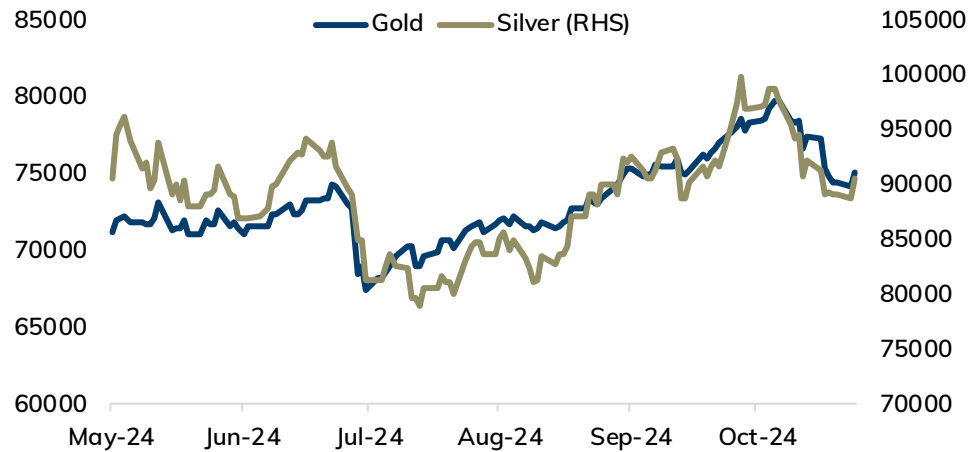
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (27th November)	84.44	-0.08%	3593086	-38419	136274	6776
EURINR (27th November)	89.11	0.33%	19396	-918	3734	-3478
GBPINR (27th November)	106.67	-0.20%	31866	-31	3349	-4925

Daily Strategy Follow-up

Commodity/Index	Expiry	Action	Entry	Target	Stoploss	Comment
Crude Oil	December	Buy	5660-5670	5850	5600	Target Achieved

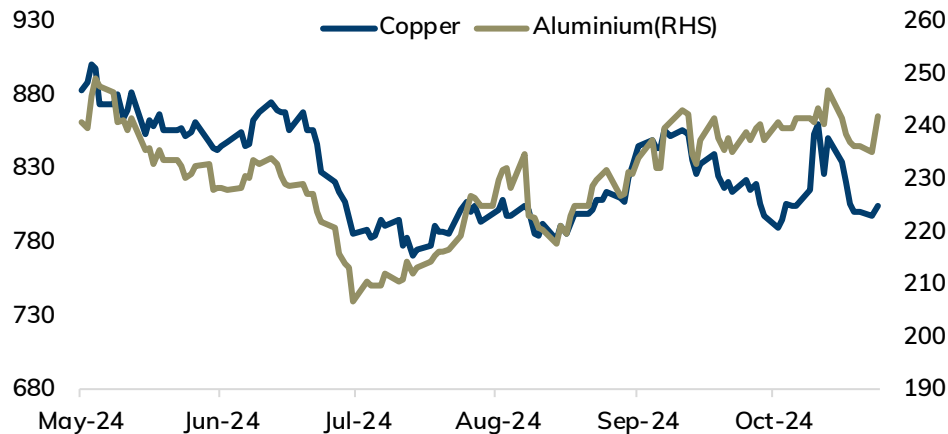
MCX Gold vs. Silver



Bullion Outlook

- Spot gold is expected to extend its rebound towards \$2635 amid retreat in the US dollar and moderation in treasury yields. Dovish comments from the Fed member Goolsbee has relieved the concerns of a monetary easing halt, which is likely to provide more support to the bullions to trade higher. Additionally, escalating geopolitical tension and risk off sentiments could provide some support to the bullions. Now, focus will remain on speech from the Fed members and key economic number from US which could bring further volatility in price.
- Spot gold has formed a bullish engulfing pattern after rebounding from the 100 day EMA at \$2530, which could support the bullions to trade higher. MCX Gold December is expected to rise towards 76,000 as long as it holds above 74,500.
- Spot Silver is likely to hold the support of 100 day EMA at \$30.60 and rise towards \$31.60. MCX Silver is expected to move towards 92,000, as long as it holds above 89,000.

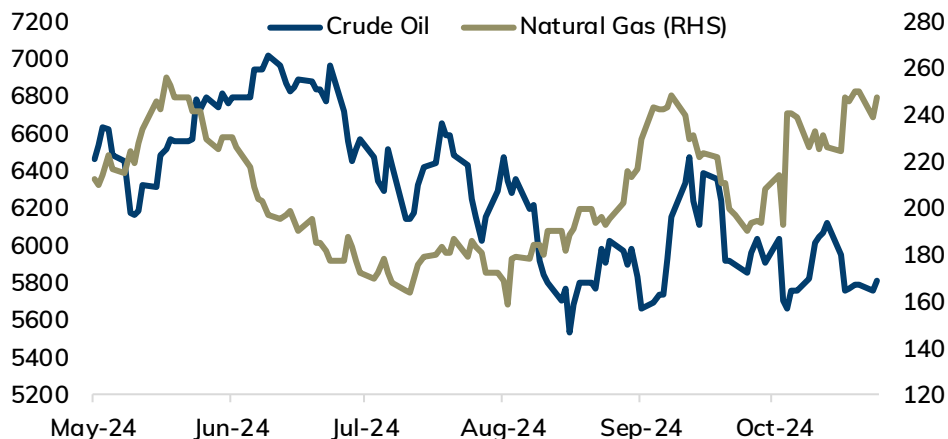
MCX Copper vs. Aluminium



Base Metal Outlook

- Copper prices are expected to rebound from its multi-month lows amid growing bets of a fresh round of stimulus from China. Further, expectation of lower short-term interest rates could also provide some support to the metal. Meanwhile, higher inventory levels and persistent demand concerns from China would check its upside. Moreover, growing speculation over new tariff policies from the US could hurt the recovery in base metals.
- MCX Copper November is expected to hold above 792 and rebound towards 812. Only above 812 it would turn bullish towards 820.
- MCX Aluminium Nov is expected to find the support near 238 and rise towards 244. But rising inventory levels and diminishing supply concerns would limit its upside.

MCX Crude Oil vs. Natural Gas



Energy Outlook

- NYMEX Crude oil is expected to hold the support near \$66 and rebound towards \$70 amid escalating geopolitical tension between Russia and Ukraine. Further, improvement in crack spread indicates demand growth of the by products, which could increase the demand from refiners. Further, supply outage from key oil fields in Norway would provide support to oil price. Meanwhile, demand concerns from China would limit its upside.
- MCX Crude oil December is likely to hold the support near 5650 and rise towards 5900. Only above 5900 it would rise towards 6000. Formation of bullish engulfing pattern indicates it to regain its strength and move higher towards 6000.
- Natural gas November is expected to hold above 233 and move higher towards 250. A reduced drilling activity and forecast of colder weather would provide support to price.

Daily Commodity Pivot Levels

Commodity	S2	S1	Pivot	R1	R2
Gold	74019	74533	74863	75377	75707
Silver	88259	89386	90069	91196	91879
Copper	790.8	797.8	801.6	808.6	812.5
Aluminium	235.2	238.5	242.0	245.4	248.9
Zinc	272.9	275.3	277.4	279.8	281.9
Lead	176.7	178.4	179.4	181.1	182.2
Crude Oil	5552	5685	5762	5895	5972
Nat Gas	236	242	245	251	255

Daily Currency Pivot Levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Nov)	84.37	84.40	84.44	84.48	84.51
US\$INR (Dec)	84.49	84.53	84.56	84.60	84.63
EURINR (Nov)	88.70	88.91	89.08	89.29	89.46
EURINR (Dec)	90.34	89.98	90.34	89.98	90.34
GBPINR (Nov)	106.36	106.51	106.66	106.81	106.95
GBPINR (Dec)	105.72	106.43	105.72	106.43	105.72
JPYINR (Nov)	54.21	54.34	54.49	54.62	54.78
JPYINR (Dec)	56.28	55.55	56.28	55.55	56.28

Key Parameters

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	106.28	106.69	-0.39%
US\$INR	84.40	84.41	-0.02%
EURUSD	1.0598	1.0540	0.55%
EURINR	89.18	88.80	0.42%
GBPUSD	1.2678	1.2618	0.48%
GBPINR	106.60	106.83	-0.22%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	6.856	6.864	-0.01
US	4.414	4.439	-0.03
Germany	2.373	2.356	0.02
UK	4.465	4.471	-0.01
Japan	1.083	1.073	0.01

US Crude Stocks Change (Barrels)

Release Date	Time (IST)	Actual	Forecast
11/14/2024	8:00 PM	2.1M	0.4M
11/6/2024	8:00 PM	2.1M	0.3M
10/30/2024	8:00 PM	-0.5M	1.5M
10/23/2024	8:00 PM	5.5M	0.9M
10/17/2024	8:30 PM	-2.2M	1.8M
10/9/2024	8:00 PM	5.8M	2.0M
10/2/2024	8:00 PM	3.9M	-1.5M

LME Warehouse Stocks (Tonnes)

Commodity	Current Stock	Change in Stock	% Change
Copper	271525	-350	-0.13%
Aluminium	716425	-2525	-0.35%
Zinc	259500	11050	4.45%
Lead	234725	49500	26.72%
Nickel	159156	4722	3.06%

Economic Calendar

Date & Time (IST)	Country	Data & Events	Actual	Expected	Previous	Impact
Monday, November 18, 2024						
Day 1	All	G20 Meetings	-	-	-	High
Tuesday, November 19, 2024						
3:30 PM	UK	Monetary Policy Report Hearings	-	-	-	High
7:00 PM	US	Building Permits	-	1.44M	1.43M	Medium
7:00 PM	US	Housing Starts	-	1.34M	1.35M	Medium
Wednesday, November 20, 2024						
6:30 AM	China	1-y Loan Prime Rate	-	3.10%	3.10%	Medium
6:30 AM	China	5-y Loan Prime Rate	-	3.60%	3.60%	Medium
12:30 PM	UK	CPI y/y	-	2.20%	1.70%	High
9:00 PM	US	Crude Oil Inventories	-	-	2.1M	Medium
Thursday, November 21, 2024						
7:00 PM	US	Unemployment Claims	-	220K	217K	High
7:00 PM	US	Philly Fed Manufacturing Index	-	6.3	10.3	Medium
8:30 PM	US	Existing Home Sales	-	3.94M	3.84M	Medium
9:00 PM	US	Natural Gas Storage	-	-	42B	Medium
Friday, November 22, 2024						
6:00 AM	Japan	Flash Manufacturing PMI	-	49.5	49.2	Medium
12:30 PM	UK	Retail Sales m/m	-	-0.30%	0.30%	High
1:45 PM	Europe	French Flash Manufacturing PMI	-	44.6	44.5	High
2:00 PM	Europe	German Flash Manufacturing PMI	-	43.1	43	High
2:30 PM	Europe	Flash Manufacturing PMI	-	46	46	Medium
3:00 PM	UK	Flash Manufacturing PMI	-	50.1	49.9	High
3:00 PM	UK	Flash Services PMI	-	52.3	52	High
8:15 PM	US	Flash Manufacturing PMI	-	-	48.5	High
8:15 PM	US	Flash Services PMI	-	-	55	High



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