

January 9, 2025

Daily Commodities Outlook

Daily Recommendations

Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Crude Oil	January	Sell	6350-6360	6200	6450	Intraday

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News and Developments

- Spot gold prices ended on positive note gaining 0.49%, while Silver prices rose by 0.17% Yesterday. Gold prices inched higher despite of strong dollar and rise in US treasury yields. Gold prices moved up following weaker than expected private employment report for December
- US Dollar ended on positive note gaining 0.30% yesterday on reports that US President-elect Donald trump was considering use of emergency measures to allow for new tariff program. Additionally, dollar hold on to its gain following FOMC meeting minutes and mixed batch of economic data from US. Minutes showed policymakers agreed inflation was likely to continue slowing this year but also saw a rising risk that price pressures could remains sticky as they struggled with the potential effect of Trump's policies
- US ADP National Employment Report showed private payrolls growth slowed sharply in December to 122,000, from 146,000 in the prior month. Weekly initial jobless claims fell to an 11-month low of 201,000 and below the estimate of 218,000
- US treasury yields surged on fears that President-elect Donald Trump proposed policies on tax, trade and immigration could reignite inflation, leading to fewer rate cut by US Fed this year. The benchmark US Treasury 10-year yield hit an 8-month high and rose to 4.693%, while 2-year treasury yield, which typically moves in step with interest rate expectations softened to 4.287%.
- NYMEX Crude oil prices settled lower yesterday losing almost 1.5% on strong dollar and large build in US fuel inventories. As per EIA data Crude inventories fell by 959,000 barrels to 414.6 million barrels in the week. Gasoline stocks rose by 6.3 million barrels last week to 237.7 million barrels and distillate stockpiles rose by 6.1 million barrels in the week to 128.9 million barrels
- Copper prices ended on positive note gaining more than 2% despite of strong dollar and weak global market sentiments

Price Performance

Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	77747	0.28%	2661.9	0.50%
Silver	90938	0.07%	30.10	0.18%
Copper	822.7	0.73%	9031.5	0.32%
Aluminium	239.9	-0.21%	2498.5	-0.75%
Zinc	269.5	-1.61%	2825.0	-1.76%
Lead	176.4	-0.73%	1939.0	-0.87%
WTI Crude Oil	6286	-1.23%	73.32	-1.25%
US Nat Gas	314.1	4.49%	3.65	5.86%

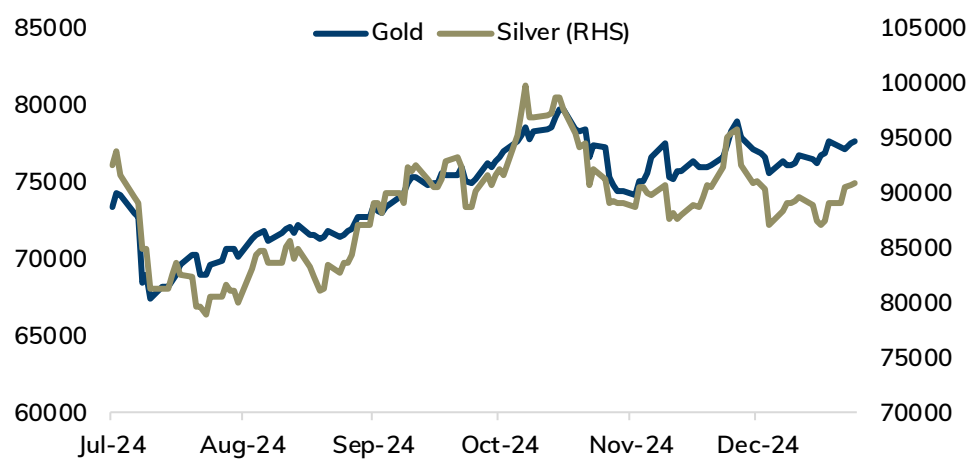
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (29th January)	86.07	0.19%	3084976	122342	496411	300624
EURINR (29th January)	88.87	-0.72%	23019	-1095	3948	-805
GBPINR (29th January)	106.90	-0.78%	22771	1287	7247	3267

Daily Strategy Follow-up

Commodity/Index	Expiry	Action	Entry	Target	Stoploss	Comment
Gold Mini	February	Sell	77650-77700	77150	77950	Stoploss Triggered

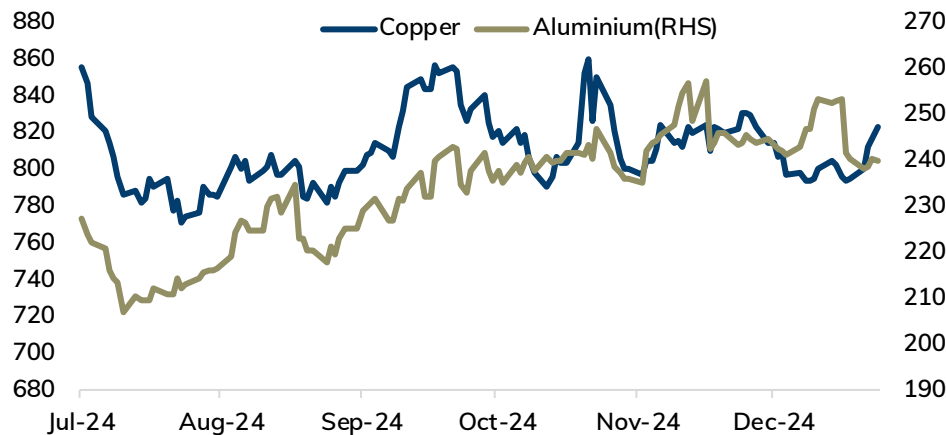
MCX Gold vs. Silver



Bullion Outlook

- Spot gold is likely to slip back towards \$2635 level amid strong dollar and surge in US treasury yields. Yields are moving up on concerns that US President-elect Donald Trump policies could spur inflation limiting Fed from cutting rates at same pace seen in 2024. Additionally, FOMC meeting minutes showed that policymakers are concerned about rising inflation risk and signaled that they might slow pace of policy easing. Moreover, investors will keep a close eye on policymakers speeches to get more clarity on rate trajectory
- Spot gold is likely to slip back towards \$2635 level as long as it stays below \$2675 level. MCX Gold February is expected to slip back towards 77,200 level (10-Day EMA) as long as it stays below 78,200 level.
- Spot Silver is likely to rise towards \$30.40 level which is also (50-Day EMA) as long as it trades above 20-Day EMA at \$29.80 level. MCX Silver March is expected to rise towards 92,000 level as long as it trades above 90,000 level.

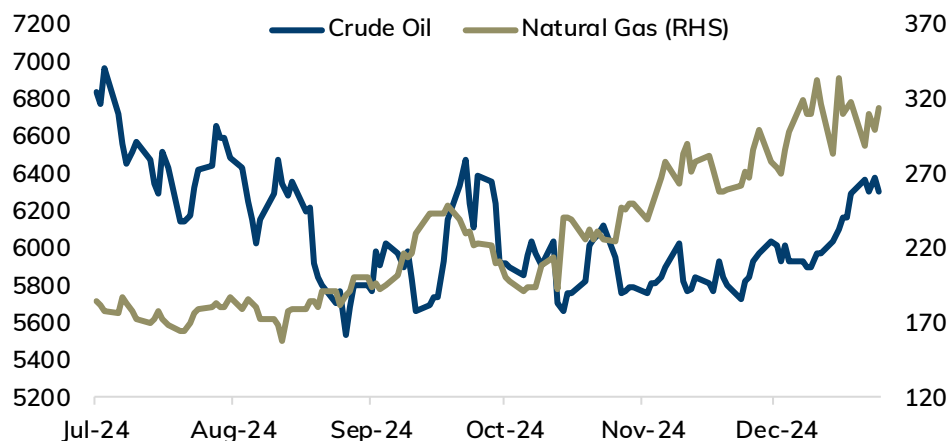
MCX Copper vs. Aluminium



Base Metal Outlook

- Copper prices are expected to correct on strong dollar and risk aversion in the global markets. Dollar is gaining strength as signs of strength in US economy turn down expectations for aggressive interest rate cuts in near term. Additionally, uncertainties around President-elect Donald Trump tariffs plan will hurt market sentiments. Meanwhile, sharp fall may be cushioned on persistent decline in inventories at LME registered warehouses and on hopes that China will unveil monetary and fiscal stimulus to bolster economic growth
- MCX Copper January is expected to slip back towards 815 level as long as it stays below 827 level. A break below 815 prices would slip further towards 809 level
- MCX Aluminum Jan is expected to move north towards 242 level as long as it stays above 238.50 level. MCX Zinc Jan is likely to slip towards 267 level as long as it stays below 271 level

MCX Crude Oil vs. Natural Gas



Energy Outlook

- NYMEX Crude oil is expected to slip further towards \$71.50 level amid strong dollar and rise in fuel inventories. Meanwhile, sharp fall may be cushioned on concerns over tighter supplies from OPEC and Russia. Survey showed oil output from the OPEC fell in December after 2-months of increase and in Russia oil output averaged 8.971 million barrels a day in December, below country's target.
- Call side maximum open interest is observed at \$75 strike acting as stiff resistance. While, on the put side, the \$70 strike holds maximum open interest acting as strong support zone. NYMEX Crude oil is likely to slip back towards \$71.5 level as long as it stays below \$74.0 level. MCX Crude oil Jan is likely to slip back towards 6200 level as long as it stays below 6430 level.
- MCX Natural gas Jan is expected to rise back towards 322 level as long as it stays above 300 level. A break above 322 level it may further rise towards 330 level.

Daily Commodity Pivot Levels

Commodity	S2	S1	Pivot	R1	R2
Gold	77015	77381	77735	78101	78455
Silver	89733	90336	91102	91705	92471
Copper	811.5	817.1	820.7	826.3	829.9
Aluminium	237.6	238.7	240.0	241.1	242.4
Zinc	264.3	266.9	270.6	273.2	276.8
Lead	174.9	175.7	176.8	177.5	178.6
Crude Oil	6173	6229	6335	6391	6497
Nat Gas	289	302	309	322	330

Daily Currency Pivot Levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Jan)	85.91	85.99	86.04	86.12	86.16
US\$INR (Feb)	86.17	86.23	86.27	86.33	86.37
EURINR (Jan)	88.43	88.65	89.08	89.29	89.72
EURINR (Feb)	90.72	89.94	90.72	89.94	90.72
GBPINR (Jan)	106.37	106.63	107.07	107.33	107.77
GBPINR (Feb)	107.80	107.31	107.80	107.31	107.80
JPYINR (Jan)	54.21	54.30	54.51	54.60	54.81
JPYINR (Feb)	56.22	55.44	56.22	55.44	56.22

Key Parameters

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	109.09	108.54	0.50%
US\$INR	85.86	85.72	0.16%
EURUSD	1.0318	1.0340	-0.21%
EURINR	88.62	89.40	-0.88%
GBPUSD	1.2363	1.2477	-0.91%
GBPINR	106.89	107.70	-0.75%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	6.768	6.748	0.02
US	4.689	4.685	0.00
Germany	2.549	2.483	0.07
UK	4.796	4.683	0.11
Japan	1.178	1.135	0.04

US Crude Stocks Change (Barrels)

Release Date	Time (IST)	Actual	Forecast
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
27-11-2024	9:00 PM	-1.8M	-1.3M

LME Warehouse Stocks (Tonnes)

Commodity	Current Stock	Change in Stock	% Change
Copper	265700	-1450	-0.54%
Aluminium	621775	-2500	-0.40%
Zinc	220525	-4000	-1.78%
Lead	230500	-4200	-1.79%
Nickel	165366	0	0.00%

Economic Calendar

Date & Time (IST)	Country	Data & Events	Actual	Expected	Previous	Impact
Monday, January 06, 2025						
7:15 AM	China	Caixin Services PMI	52.2	51.4	51.5	Medium
All Day	Europe	German Prelim CPI m/m	0.40%	0.30%	-0.20%	Medium
3:00 PM	Europe	Sentix Investor Confidence	-17.7	-17.7	-17.5	Medium
8:30 PM	US	Factory Orders m/m	-0.40%	-0.30%	0.50%	Medium
Tuesday, January 07, 2025						
3:00 PM	UK	Construction PMI	53.3	54.3	55.2	Medium
3:30 PM	Europe	CPI Flash Estimate y/y	2.40%	2.40%	2.20%	Medium
8:30 PM	US	ISM Services PMI	54.1	53.5	52.1	High
8:30 PM	US	JOLTS Job Openings	8.10M	7.73M	7.74M	High
Wednesday, January 08, 2025						
12:30 PM	Europe	German Factory Orders m/m	-5.40%	-0.30%	-1.50%	Medium
6:45 PM	US	ADP Non-Farm Employment Change	122k	136k	146k	High
7:00 PM	US	Unemployment Claims	201k	214k	211k	Medium
9:00 PM	US	Crude Oil Inventories	(-1.0)M	(-1.8)M	(-1.2)M	Medium
10:30 PM	US	Natural Gas Storage	-40B	-39 B	-116 B	Medium
Thursday, January 09, 2025						
12:30 AM	US	FOMC Meeting Minutes		-	-	High
7:00 AM	China	CPI y/y	0.10%	0.10%	0.20%	Medium
12:30 PM	Europe	German Industrial Production m/m		0.50%	-1.00%	Medium
Friday, January 10, 2025						
7:00 PM	US	Average Hourly Earnings m/m		0.30%	0.40%	High
7:00 PM	US	Non-Farm Employment Change		159k	227k	High
7:00 PM	US	Unemployment Rate		4.20%	4.20%	High
8:30 PM	US	Prelim UoM Consumer Sentiment		73.9	74	Medium
8:30 PM	US	Prelim UoM Inflation Expectations			2.8%	Medium



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