

February 10, 2025

Daily Commodities Outlook

Daily Recommendations						
Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Copper	February	Buy	864-865	874	860	Intraday

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News and Developments

- Spot gold prices held above \$2860 mark after the US job numbers indicated slowdown in hiring during January 2025. But, drop in US unemployment rate to 8-month lows and growth in average hourly earnings number restricted the upside in the bullions. A strong dollar and rise in US treasury yields after the jobs report has pulled the bullions from its day highs.
- Spot silver, failed to breach the key resistance at \$32.60 and dipped towards \$32 amid strong dollar and diminishing prospects of 2 rate cuts in this year.
- US Dollar index edged higher on Friday amid mixed US job numbers and trade war threat. U.S. job growth slowed in January but that the unemployment rate hit 8-month low to 4.0%, giving the U.S. Federal Reserve cover to hold off cutting interest rates until at least June. Nonfarm payrolls increased by 143,000 jobs last month after rising by an upwardly revised 307,000 in December
- U.S. treasury yields extended its rebound from its multi week lows on strong labor market. Further, rise in inflation expectation to a 1-year high also supported the higher interest outlook.
- NYMEX Crude oil prices settled near \$71 mark on Friday, after fresh sanctions targeted Iran's crude exports. But gains were restricted amid trade war uncertainty after US President Donald Trump threatened to impose new sanctions in the coming week.
- Copper prices hit 4-month high on concerns over tightening supply from the world's largest copper producer Chile. Copper in COMEX gained the most and traded at higher premium to LME amid tariff threats.
- US natural gas futures edged lower and lost almost 3% amid rising output and lower demand forecast.

Price Performance

Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	84888	0.53%	2861.1	0.17%
Silver	95333	-0.27%	31.82	-1.12%
Copper	867.2	1.46%	9407.5	1.41%
Aluminium	257.6	0.64%	2628.0	0.34%
Zinc	270.8	0.54%	2840.0	0.78%
Lead	181.4	0.00%	1993.0	0.20%
WTI Crude Oil	6237	0.43%	71.00	0.55%
US Nat Gas	295.0	-0.27%	3.31	-2.90%

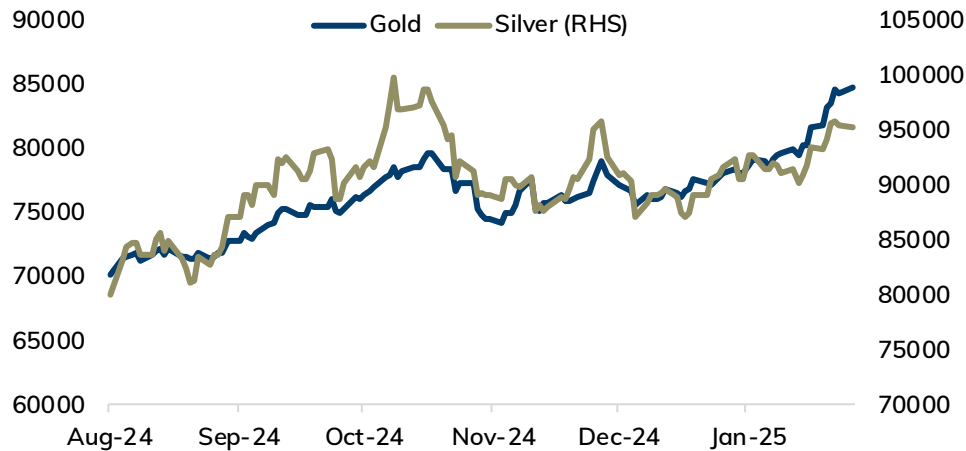
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (25th February)	87.58	-0.13%	2619829	-43103	250779	-353879
EURINR (25th February)	90.93	0.04%	20435	-3041	4477	-724
GBPINR (25th February)	109.03	0.15%	19310	-465	3281	243

Daily Strategy Follow-up

Commodity/Index	Expiry	Action	Entry	Target	Stoploss	Comment
Crude Oil	February	Sell	6260-6280	6120	6345	Profit booked

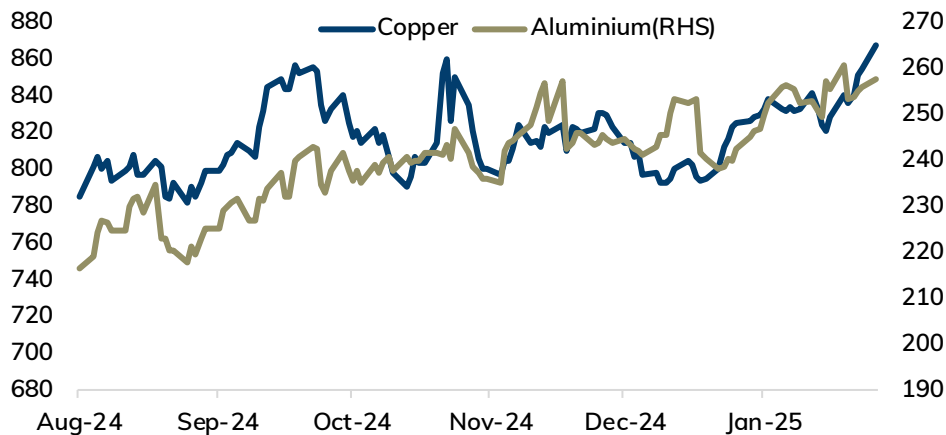
MCX Gold vs. Silver



Bullion Outlook

- Gold is expected to hold above \$2835 and move higher towards \$2890 on safe haven demand as most investors turned cautious due to Trump's trade policies. Recent announcement from Trump administration to hike tariffs on Aluminium and steel imports by 25% has heightened tension. Further, increasing investment demand in China would also support the bullions to scale new highs. Meanwhile, a stronger dollar and diminishing prospects of 2 rate cuts in this year amid fiscal policy uncertainty would restrict any major upside in the yellow metal.
- MCX Gold April is expected to hold the support at ₹84,200 level and move higher towards ₹85,800 level. Only a move below ₹84,200 level prices may slip towards ₹83,500 level.
- MCX Silver March is expected to hold the key support at ₹94,000 and move higher towards ₹96,600. Only above ₹96,600 level it would turn bullish and open the doors towards ₹98,000.

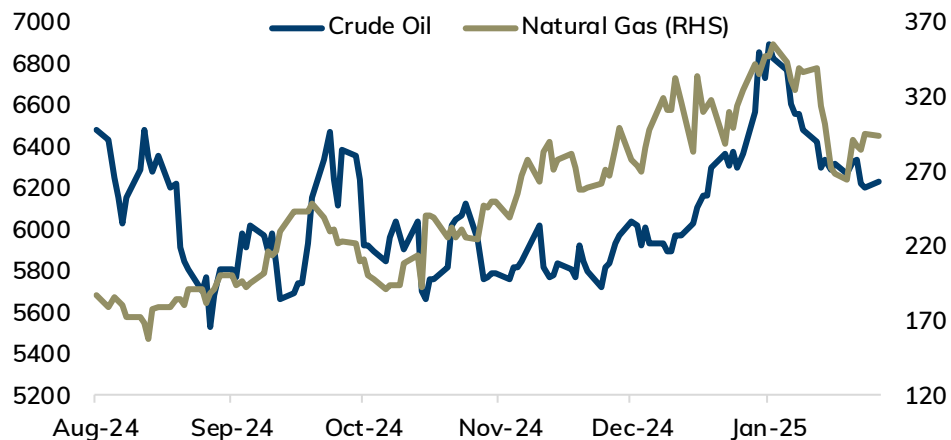
MCX Copper vs. Aluminium



Base Metal Outlook

- Copper prices are likely to extend its rally on tightness in supply from Chile. Further, improved demand from China after New year holiday would also support prices. Depleting inventory levels in China would force the players to replenish their stocks. Further, rise in CPI numbers in China indicates demand improvement. However, tariff concerns from US would cap sharp upside in prices.
- MCX Copper February has breached the multiple resistance at ₹ 862 and rallied towards ₹870. So as long as it holds above ₹862 it would push prices towards ₹875 level. Above ₹875, we may see levels of ₹880.
- MCX Aluminium Feb is expected to rise towards ₹260 level as long as it trades above ₹254 level. The Trump administration has proposed a 25% tariff hike on Aluminum imports. MCX Zinc Feb is likely to hold ₹269 level and move higher towards ₹274 level.

MCX Crude Oil vs. Natural Gas



Energy Outlook

- NYMEX Crude oil is expected to hold its ground near \$70 mark and rebound towards \$73 on supply concerns. Sanction on an international network for facilitating Iranian crude supplies could offer short term support to oil prices. Meanwhile, concerns over new trade war between US and China would increase demand uncertainty.
- On the data front, strong put base near the 70 put strike would act as major support. Where as 20 day EMA at \$73 would act as immediate hurdle. Unwinding of OI in OTM call strikes indicates price recovery in oil prices. MCX Crude oil Feb is likely to hold the support at ₹6150 and move higher towards ₹6330.
- MCX Natural gas Feb is expected to hold its ground and move towards ₹302 as long as it holds above ₹288. Depleting gas inventory and forecast of colder weather in US would help prices to trade firm. Further, tightness in several markets would support bullish bets on gas prices.

Daily Commodity Pivot Levels

Commodity	S2	S1	Pivot	R1	R2
Gold	84021	84454	84867	85300	85713
Silver	94158	94745	95689	96276	97220
Copper	852.9	860.0	864.9	872.0	876.9
Aluminium	255.8	256.7	257.8	258.7	259.7
Zinc	268.4	269.6	271.2	272.4	274.1
Lead	180.4	180.9	181.7	182.2	183.0
Crude Oil	6160	6199	6229	6268	6298
Nat Gas	289	292	296	299	304

Daily Currency Pivot Levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Feb)	87.34	87.46	87.54	87.66	87.73
US\$INR (Mar)	87.57	87.66	87.73	87.82	87.89
EURINR (Feb)	90.80	90.87	90.96	91.03	91.12
EURINR (Mar)	93.41	92.50	93.41	92.50	93.41
GBPINR (Feb)	108.45	108.74	109.07	109.36	109.69
GBPINR (Mar)	107.83	108.65	107.83	108.65	107.83
JPYINR (Feb)	57.63	57.77	57.98	58.12	58.33
JPYINR (Mar)	59.29	58.73	59.29	58.73	59.29

Key Parameters

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	108.04	107.69	0.33%
US\$INR	87.43	87.58	-0.18%
EURUSD	1.0328	1.0383	-0.53%
EURINR	90.85	90.73	0.14%
GBPUSD	1.2402	1.2435	-0.27%
GBPINR	108.93	108.82	0.10%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	6.704	6.656	0.05
US	4.495	4.434	0.06
Germany	2.372	2.379	-0.01
UK	4.476	4.485	-0.01
Japan	1.302	1.277	0.03

US Crude Stocks Change (Barrels)

Release Date	Time (IST)	Actual	Forecast
05-02-2025	9:00 PM	8.7M	2.4M
29-01-2025	9:00 PM	3.5M	2.2M
23-01-2025	9:30 PM	-1.0M	-0.1M
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

LME Warehouse Stocks (Tonnes)

Commodity	Current Stock	Change in Stock	% Change
Copper	247625	-1650	-0.66%
Aluminium	567700	-4500	-0.79%
Zinc	170450	-2025	-1.17%
Lead	221725	400	0.18%
Nickel	175710	2148	1.24%

Economic Calendar

Date & Time (IST)	Country	Data & Events	Actual	Expected	Previous	Impact
Monday, February 10, 2025						
3:00 PM	Europe	Sentix Investor Confidence	-	-16.4	-17.7	Medium
7:30 PM	Europe	ECB President Lagarde Speaks	-	-	-	Medium
Tuesday, February 11, 2025						
5:45 PM	UK	BOE Gov Bailey Speaks	-	-	-	Medium
8:30 PM	US	Fed Chair Powell Testifies	-	-	-	High
Wednesday, February 12, 2025						
7:00 PM	US	CPI y/y	-	2.90%	2.90%	High
8:30 PM	US	Fed Chair Powell Testifies	-	-	-	High
9:00 PM	US	Crude Oil Inventories	-	-	8.7M	Medium
Thursday, February 13, 2025						
12:30 PM	UK	Prelim GDP q/q	-	-0.10%	0.0%	Medium
7:00 PM	US	PPI m/m	-	0.20%	0.20%	High
7:00 PM	US	Unemployment Claims	-	221K	219K	High
9:00 PM	US	Natural Gas Storage	-	-	-174B	Medium
Friday, February 14, 2025						
3:30 PM	Europe	Flash GDP q/q	-	0.0%	0.0%	Medium
7:00 PM	US	Retail Sales m/m	-	0.0%	0.40%	High
7:45 PM	US	Industrial Production m/m	-	0.30%	0.90%	Medium



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