

January 28, 2025

Daily Commodities Outlook

Daily Recommendations						
Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Silver Micro	February	Sell	90700-90800	89700	91200	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 more than 1%, while Silver prices dipped by 1.12% yesterday. Gold prices retreated from near record highs as investors liquidated bullion positions along with broader sell-off in market
- Silver prices slipped by more than 1% on risk aversion in the global markets and disappointing economic data from China
- US Dollar ended on the negative note losing 0.04% yesterday amid risk aversion in the global markets as markets weighed the implications of a Chinese startup launching a free open-source artificial intelligence model. Additionally, softening of US treasury yields weakened dollar's interest rate differentials and weighed on dollar. However, further fall was cushioned on improved economic data from US
- US December new home sales rose 3.6% MoM to 698,000, stronger than expectations of 675,000. US January Dallas Fed manufacturing outlook survey unexpectedly rose 9.6 to a 3-1/4 year high of 14.1, versus expectations of a decline to 0
- US Treasury yields were down and tumbled to multi-week lows yesterday following steep declines in equities, as investors sought the safety of government bonds. The benchmark US Treasury 10-year yield slipped to 4.534%, 4-week low. While 2-year treasury yield, which typically moves in step with interest rate expectations softened to 4.199%, lowest in seven weeks .
- Crude oil prices settled lower yesterday losing more than 2.0% on risk aversion in the global markets and weak economic data from China. Further, surging interest in Chinese startup DeepSeek's low-cost AI model triggered concerns over energy demand to power data centers
- Copper prices ended on the negative note losing 1.5% yesterday on risk aversion in the global markets and weak economic data from China.

Source: Bloomberg, Reuters, ICICI Direct Research

Price Performance

Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	79578	-0.56%	2740.8	-1.07%
Silver	90223	-1.50%	30.22	-1.20%
Copper	832.9	-1.00%	9095.0	-1.95%
Aluminium	250.7	-0.83%	2602.5	-1.46%
Zinc	266.1	-1.08%	2839.0	0.41%
Lead	177.2	-0.34%	1949.0	0.52%
WTI Crude Oil	6267	-1.91%	73.17	-2.00%
US Nat Gas	314.6	-7.61%	3.70	-8.19%

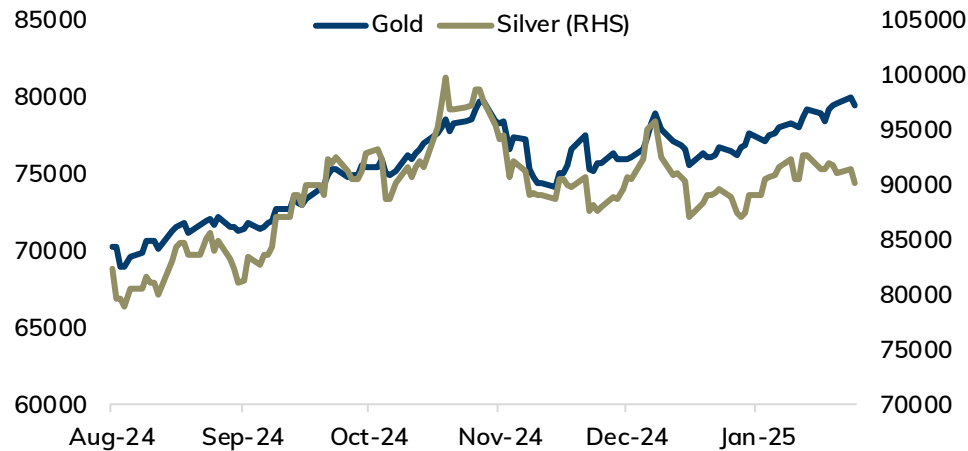
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (29th January)	86.31	0.05%	2036628	-414258	1041033	398974
EURINR (29th January)	90.72	0.32%	19347	3591	10095	6080
GBPINR (29th January)	107.77	0.58%	24132	-645	6296	-3333

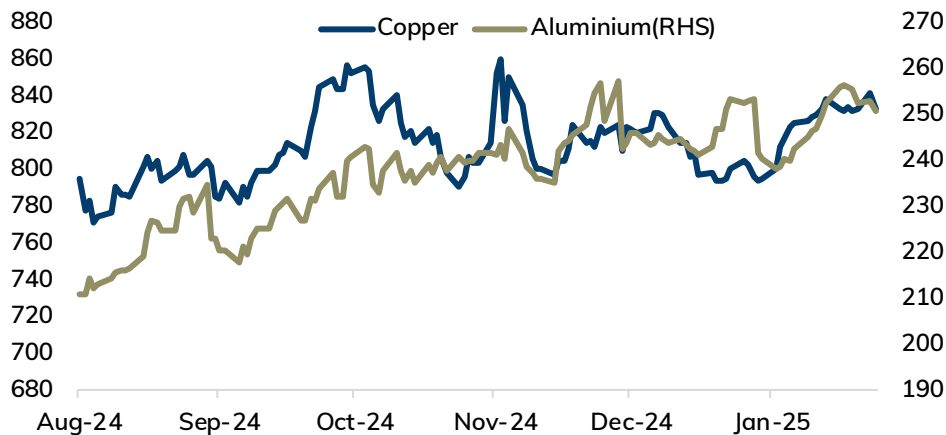
Daily Strategy Follow-up

Commodity/Index	Expiry	Action	Entry	Target	Stoploss	Comment
Copper	February	Sell	840-841	834	844	Target Achieved

MCX Gold vs. Silver



MCX Copper vs. Aluminium



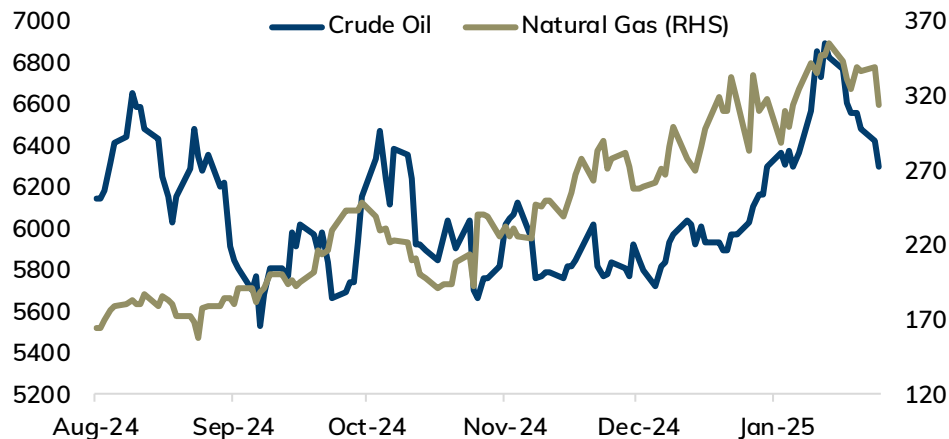
Bullion Outlook

- Spot gold is likely to slip towards \$2720 level on strong dollar and rise in US treasury yields. Further, investors will remain cautious ahead of US Federal Reserve monetary policy where central bank is likely to keep its policy unchanged, while all eyes will be on comments to get clarity on future rate path. Additionally, market will try to decode how US President Donald Trump's policies will impact Fed's views on growth and inflation. Moreover, expectation of improved economic data from US will hurt prices
- Spot gold is likely to slip towards \$2720 level as long as it trades below \$2760 level. MCX Gold February is expected to slip towards ₹79,000 level as long as it stays below ₹80,000 level
- Spot Silver is likely to face stiff resistance near \$30.40 level and dip further towards \$29.50. A break below \$29.50 level prices may slip further towards \$29.0 level. MCX Silver March is expected to slip towards ₹88,500 level as long as it trades below ₹91,500 level

Base Metal Outlook

- Copper prices are expected to trade with negative bias on weak global market sentiments and disappointing economic data from China. China's manufacturing activity unexpectedly contracted in January, raising concerns over demand. Moreover, caution prevails ahead of China's week-long Lunar New Year holiday. Additionally, US President Donald Trump's threat to impose 10% duty on Chinese imports on February 1st will hurt prices.
- MCX Copper February is expected to slip towards ₹820 level as long as it stays below ₹835 level. A break below ₹820 level copper prices may slip further towards ₹815 level
- MCX Aluminium Feb is expected to face stiff resistance near ₹251 level and slip further towards ₹246 level. MCX Zinc Feb is likely to slip towards ₹266 level as long as it stays below ₹271 level

MCX Crude Oil vs. Natural Gas



Energy Outlook

- NYMEX Crude oil is expected to trade with negative bias and slip further towards \$72.0 level on weak global market sentiments. Further, disappointing economic data from China fueled concerns that weakness in economy will keep its energy demand depressed. Moreover, US President Donald Trump reiterated his call for OPEC to reduce oil prices. Additionally, all eyes will be on monetary policy outcome of major central banks, like Federal Reserve and the European Central Bank, as decision weighs on economic growth and oil demand expectations
- NYMEX Crude oil is likely to slip further towards \$72.00 level as long as it stays below \$74.0 level. MCX Crude oil Feb is likely to slip further towards ₹6200 level as long as it stays below ₹6400 level.
- MCX Natural gas Feb is expected to slip further towards 270 level as long as it stays below 285 level. A break below 270 level prices may dip further towards 265 level (50-Day EMA)

Daily Commodity Pivot Levels

Commodity	S2	S1	Pivot	R1	R2
Gold	79092	79335	79743	79986	80394
Silver	88308	89265	90327	91284	92346
Copper	825.5	829.2	835.8	839.5	846.2
Aluminium	240.5	245.6	250.4	255.5	260.3
Zinc	262.2	264.2	266.9	268.9	271.6
Lead	174.7	175.9	176.8	178.0	178.9
Crude Oil	6119	6193	6319	6393	6519
Nat Gas	299	307	320	328	342

Daily Currency Pivot Levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Jan)	86.17	86.24	86.35	86.42	86.54
US\$INR (Feb)	86.30	86.39	86.54	86.62	86.77
EURINR (Jan)	90.19	90.45	90.63	90.89	91.06
EURINR (Feb)	90.36	90.72	90.85	91.21	91.34
GBPINR (Jan)	107.12	107.44	107.67	108.00	108.23
GBPINR (Feb)	107.53	107.85	107.92	108.24	108.32
JPYINR (Jan)	55.01	55.62	55.93	56.53	56.84
JPYINR (Feb)	56.81	56.61	56.81	56.61	56.81

Key Parameters

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	107.44	108.05	-0.56%
US\$INR	86.21	86.47	-0.30%
EURUSD	1.0497	1.0415	0.79%
EURINR	90.47	90.03	0.49%
GBPUSD	1.2484	1.2353	1.06%
GBPINR	107.13	106.50	0.59%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	6.721	6.734	-0.01
US	4.621	4.644	-0.02
Germany	2.569	2.550	0.02
UK	4.629	4.636	-0.01
Japan	1.231	1.209	0.02

US Crude Stocks Change (Barrels)

Release Date	Time (IST)	Actual	Forecast
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
18-12-2024	9:00 PM	-0.9M	-1.6M
11-12-2024	9:00 PM	-1.4M	-1.0M

LME Warehouse Stocks (Tonnes)

Commodity	Current Stock	Change in Stock	% Change
Copper	255825	-1800	-0.70%
Aluminium	592625	-2550	-0.43%
Zinc	186650	-1775	-0.94%
Lead	224750	-725	-0.32%
Nickel	173772	-36	-0.02%

Economic Calendar

Date & Time (IST)	Country	Data & Events	Actual	Expected	Previous	Impact
Monday, January 27, 2025						
7:00 AM	China	Manufacturing PMI	49.10	50.10	50.10	High
2:30 PM	Europe	German ifo Business Climate	85.1	84.9	84.7	Medium
8:30 PM	US	New Home Sales		669k	664k	Medium
Tuesday, January 28, 2025						
7:00 PM	US	Durable Goods Orders m/m		0.10%	-1.20%	Medium
8:30 PM	US	CB Consumer Confidence		105.90	104.70	High
8:30 PM	US	Richmond Manufacturing Index		-8	-10	Medium
Wednesday, January 29, 2025						
7:45 PM	UK	BOE Gov Bailey Speaks		-	-	High
9:00 PM	US	Crude Oil Inventories		-	(-1.0)M	Medium
Thursday, January 30, 2025						
12:30 AM	US	Federal Funds Rate		4.50%	4.50%	High
12:30 AM	US	FOMC Statement		-	-	High
6:45 PM	Europe	Main Refinancing Rate		2.90%	3.15%	High
7:00 PM	US	Advance GDP q/q		2.70%	3.10%	High
7:00 PM	US	Advance GDP Price Index q/q		2.50%	1.90%	Medium
7:00 PM	US	Unemployment Claims		221k	223k	Medium
7:15 PM	Europe	ECB Press Conference		-	-	High
8:30 PM	US	Pending Home Sales m/m		-1.0%	2.2%	Medium
9:00 PM	US	Natural Gas Storage			(-223) B	Medium
Friday, January 31, 2025						
Tentative	Europe	German Prelim CPI m/m		0.10%	0.50%	High
7:00 PM	US	Core PCE Price Index m/m		0.20%	0.10%	High
7:00 PM	US	Employment Cost Index q/q		0.90%	0.80%	High
Saturday, February 01, 2025						
All Day	India	Union Budget		-	-	High



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

Disclaimer



I/We, Jay Thakkar MBA (Finance), Raj Deepak Singh BE, MBA (Finance), Saif Mukadam BSc, MMS (Finance), Anup Sahu BSc, MBA (Finance) Research Analysts, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report. It is also confirmed that above mentioned Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months and do not serve as an officer, director or employee of the companies mentioned in the report.

Terms & conditions and other disclosures:

ICICI Securities Limited (ICICI Securities) is a full-service, integrated investment banking and is, inter alia, engaged in the business of stock brokering and distribution of financial products.

ICICI Securities is Sebi registered stock broker, merchant banker, investment adviser, portfolio manager and Research Analyst. ICICI Securities is registered with Insurance Regulatory Development Authority of India Limited (IRDAI) as a composite corporate agent and with PFRDA as a Point of Presence. ICICI Securities Limited Research Analyst SEBI Registration Number – INH000000990. ICICI Securities Limited SEBI Registration is INZ000183631 for stock broker. Registered Office Address: ICICI Venture House, Appasaheb Marathe Marg, Prabhadevi, Mumbai - 400 025. CIN: L67120MH1995PLC086241, Tel: (91 22) 6807 7100. ICICI Securities is a subsidiary of ICICI Bank which is India's largest private sector bank and has its various subsidiaries engaged in businesses of housing finance, asset management, life insurance, general insurance, venture capital fund management, etc. ("associates"), the details in respect of which are available on www.icicibank.com.

Investments in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by Sebi and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. None of the research recommendations promise or guarantee any assured, minimum or risk-free return to the investors.

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: headservicequality@icicidirect.com Contact Number: 18601231122

ICICI Securities is one of the leading merchant bankers/ underwriters of securities and participate in virtually all securities trading markets in India. We and our associates might have investment banking and other business relationship with a significant percentage of companies covered by our Investment Research Department. ICICI Securities and its analysts, persons reporting to analysts and their relatives are generally prohibited from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover.

Recommendation in reports based on technical and derivative analysis centre on studying charts of a stock's price movement, outstanding positions, trading volume etc as opposed to focusing on a company's fundamentals and, as such, may not match with the recommendation in fundamental reports. Investors may visit icicidirect.com to view the Fundamental and Technical Research Reports.

Our proprietary trading and investment businesses may make investment decisions that are inconsistent with the recommendations expressed herein.

The information and opinions in this report have been prepared by ICICI Securities and are subject to change without any notice. The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Securities. While we would endeavour to update the information herein on a reasonable basis, ICICI Securities is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent ICICI Securities from doing so. Non-rated securities indicate that rating on a particular security has been suspended temporarily and such suspension is in compliance with applicable regulations and/or ICICI Securities policies, in circumstances where ICICI Securities might be acting in an advisory capacity to this company, or in certain other circumstances.

This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. ICICI Securities will not treat recipients as customers by virtue of their receiving this report. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. ICICI Securities accepts no liabilities whatsoever for any loss or damage of any kind arising out of the use of this report. Past performance is not necessarily a guide to future performance. Investors are advised to see Risk Disclosure Document to understand the risks associated before investing in the securities markets. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice.

ICICI Securities or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

ICICI Securities or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction.

ICICI Securities or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the companies mentioned in the report in the past twelve months.

ICICI Securities encourages independence in research report preparation and strives to minimize conflict in preparation of research report. ICICI Securities or its associates or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither ICICI Securities nor Research Analysts and their relatives have any material conflict of interest at the time of publication of this report.

Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

ICICI Securities or its subsidiaries collectively or Research Analysts or their relatives do not own 1% or more of the equity securities of the Company mentioned in the report as of the last day of the month preceding the publication of the research report.

Disclaimer



Since associates of ICICI Securities and ICICI Securities as an entity are engaged in various financial service businesses, they might have financial interests or actual/ beneficial ownership of one percent or more or other material conflict of interest in various companies including the subject company/companies mentioned in this report.

ICICI Securities may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

Neither the Research Analysts nor ICICI Securities have been engaged in market making activity for the companies mentioned in the report.

We submit that no material disciplinary action has been taken on ICICI Securities by any Regulatory Authority impacting Equity Research Analysis activities.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject ICICI Securities and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.