

EVENING ROUNDUP

A Daily Evening Report on Bullion, Base Metals and Energy Commodities

Wednesday, May 8, 2024

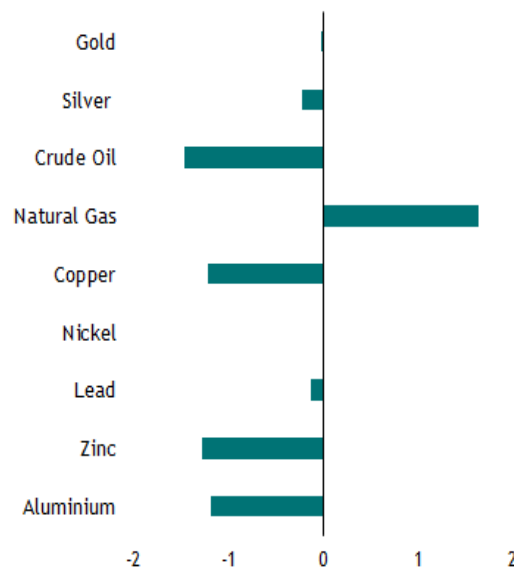


- Gold spot eased today after a rebound in U.S. dollar and Treasury yields dampened the safe haven appeal in bullion, while market participants appeared cautiously awaiting new indicators to gain clearer insights into monetary policy and the timing of possible U.S. interest rate cuts.
- Crude oil prices slipped as an industry data from U.S. showed an increase in crude and fuel inventories in the U.S., indicating subdued demand.
- The Energy Information Administration (EIA) expects a more balanced market, with global oil and liquid fuels consumption projected to grow by 920,000 barrels per day (bpd) to 102.84 million bpd, slightly lower than the previous forecast. Meanwhile, total world crude oil and liquid fuels production are forecasted to increase by 970,000 bpd to 102.76 million bpd, exceeding previous estimates.
- Russian Deputy Prime Minister Alexander Novak said that the OPEC+ group of leading crude oil producers had already agreed to act on the production is necessary. OPEC and its allies have yet to begin formal talks on extending voluntary oil output cuts of 2.2 million barrels per day beyond June.
- The EIA forecasts that U.S. natural gas production will decrease from a record 103.79 billion cubic feet per day in 2023 to 102.99 bcf in 2024, as several producers scale back drilling activities following a drop in gas prices to a 3 -1/2-year low in February and March. Additionally, the EIA predicts that domestic gas consumption will increase from a record 89.10 bcf in 2023 to 89.31 bcf in 2024.
- NYMEX natural gas futures gained on a decline in output, an increase in feedgas to liquefied natural gas (LNG) export plants and forecasts for hot weather in U.S. that should boost air conditioning demand.
- Freeport-McMoRan is reportedly gearing up to export up to 900,000 metric tons of copper concentrate, commencing in June from its Grasberg mine, following constructive discussions with Indonesia to extend its export license. The exportation of copper concentrate, derived from ore crushing, in the latter half of the year would provide assistance to smelters grappling with shortages.

International Commodity Prices

Commodity	Rate	% Chg.
Gold Spot (\$/oz)	2313.68	0
Silver Spot (\$/oz)	27.1919	-0.29
NYMEX Crude (\$/bbl)	77.48	-1.15
NYMEX NG (\$/mmBtu)	2.239	1.45
SHFE Copper (CNY/T)	79300	-1.73
SHFE Nickel (CNY/T)	140550	-2.77
SHFE Lead (CNY/T)	17920	1.36
SHFE Zinc (CNY/T)	23050	-0.86
SHFE Aluminium (CNY/T)	20415	-1.19

MCX Commodities Daily Performance



Global Commodities in MCX

Commodity	Last	% Chg.
Gold (Rs/10grams)	71125	-0.03
Silver (Rs/1kilogram)	82693	-0.22
Crude Oil (Rs/barrel)	6489	-1.46
Natural Gas (Rs/mmBtu)	187.4	1.74
Copper (Rs/Kilogram)	854.45	-1.22
Nickel (Rs/Kilogram)	0	0
Lead (Rs/Kilogram)	193.9	-0.13
Zinc (Rs/Kilogram)	258.75	-1.28
Aluminium (Rs/Kilogram)	231.55	-1.19

*Prices of most active Commodity futures contracts

Events In Focus

Priority

US EIA Crude Oil Inventories @ 8:00pm

Very High

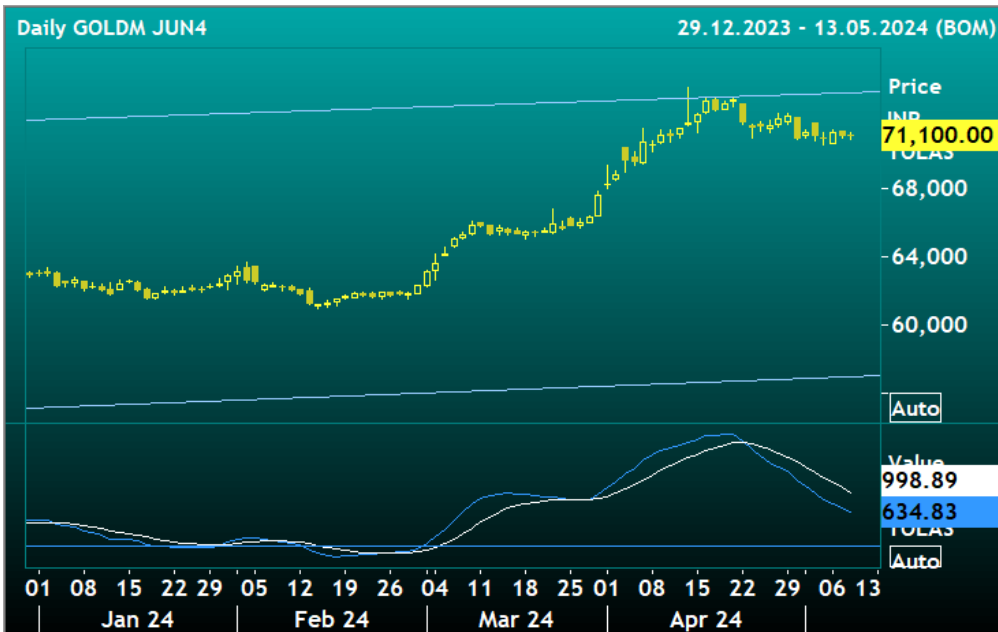


BULLION

Gold Mini MCX Jun

Technical Levels

R 3	74000
R 2	72790/73380
R 1	71600/72420
Turnaround	70900
S 1	70180
S 2	69600/69160
S 3	68700



Technical View



MACD bearish divergence suggest the possibility of weakness. Nevertheless, a sustained trades above 70900 could rule out the possibility of a downward trend.

Silver Mini MCX Jun

Technical Levels

R 3	84200
R 2	83880
R 1	83230
Turnaround	81850
S 1	80990
S 2	80400
S 3	80150



Technical View



Range bound moves expected in the intraday session. Whereas, a dip below 81850 region may undermine the sentiments.

ENERGY

Crude Oil MCX May

Technical Levels

R 3	6830/6900
R 2	6690/6740
R 1	6610
Turnaround	6560
S 1	6420/6340
S 2	6290/6160
S 3	6090



Technical View



Southbound move may extend if prices dip below 6420 region. Inability to extend below the same may induce mild rebounds.

Natural Gas MCX May

Technical Levels

R 3	204
R 2	192/199
R 1	187
Turnaround	180
S 1	175/163
S 2	158/153
S 3	141



Technical View



MACD bullish divergence that the prices may cling northward. Whereas, a dip below the 180 region may undermine prices.

BASE METALS

Copper MCX May

Technical Levels

R 3	883
R 2	866/872
R 1	858/861
Turnaround	850
S 1	844/837
S 2	831/825
S 3	814



Technical View

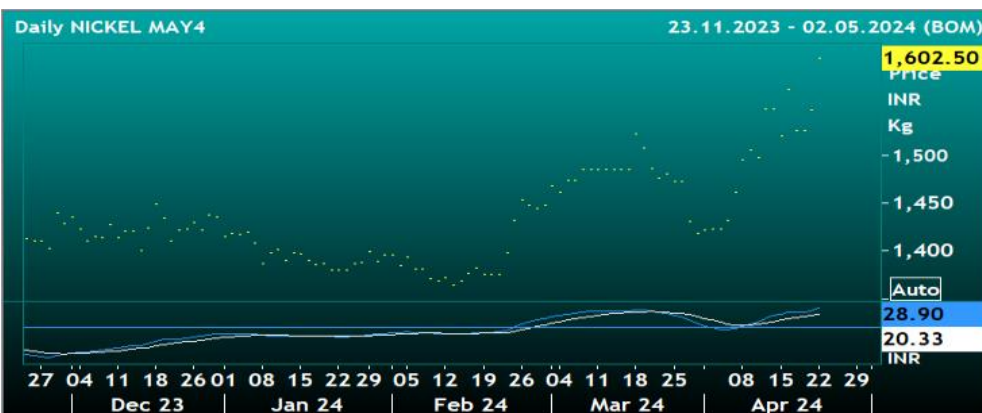


Prices may extend weakness below 850 region. Or else, mild rebounds may be seen.

Nickel MCX May

Technical Levels

R 3	1800
R 2	1640
R 1	1510
Turnaround	1460
S 1	1380
S 2	1300
S 3	1200



Technical View

Lack of volume in the counter.

Zinc MCX May

Technical Levels

R 3	267.30
R 2	265.50
R 1	262.40
Turnaround	257.40
S 1	255.80
S 2	254
S 3	252.20



Technical View



Range bound moves may witness in the counter. However, a dip below 257.40 could trigger weakness.



BASE METALS

Lead MCX May

Technical Levels

R 3	196.70
R 2	195
R 1	194.40
Turnaround	192.10
S 1	191.30
S 2	189.8
S 3	187.6



Technical View



Prices may strengthen above 194.40 region. Weakness may witness below 192.10.

Aluminium MCX May

Technical Levels

R 3	239.20
R 2	236.60/237.40
R 1	234.70
Turnaround	234
S 1	230.20
S 2	229/228.30
S 3	225.20



Technical View



Mild weakness expected in the counter. Rebound may gain momentum above 234 region.



Bullish Sentiments



Neutral/Sideways



Bearish Sentiments



Mild Bullish Sentiments



Mild Bearish Sentiments

S1/S2/S3 -Support level - Price points where buying pressure thought to be strong enough to counter selling pressure.

R1/R2/R3 -Resistance level - - Price points where selling pressure thought to be strong enough to counter buying pressure.

ECONOMIC CALENDAR

Time	Country	Importance	Data/Events	Actual	Forecast	Previous
Monday, 06 May						
07:15	China	High	Caixin Services PMI	52.5		52.7
14:30	Euro Zone	Moderate	Producer Prices MM		-0.40%	-1.0%
14:30	Euro Zone	Moderate	Producer Prices YY		-7.70%	-8.3%
18:15	Euro Zone	Moderate	ECB President Christine Lagarde Speaks			
Tuesday, 07 May						
			No Major US Economic Data			
Wednesday, 08 May						
19:30	United States	Moderate	Wholesale Inventories		-0.40%	-0.4%
20:00	United States	Very High	EIA Weekly Crude Stock		-1.066M	7.265M
20:00	United States	Very High	EIA Weekly Distillate Stock		-1.098M	-0.732M
20:00	United States	Very High	EIA Weekly Gasoline Stock		-1.255M	0.344M
Thursday, 09 May						
	China	High	Exports YY		1.0%	-7.5%
	China	High	Imports YY		5.4%	-1.9%
	China	High	Trade Balance USD		76.70B	58.55B
18:00	United States	High	Initial Jobless Claim		212k	208k
18:00	United States	High	Continuing Jobless Claim			1.774M
20:00	United States	Very High	EIA-Natural Gas Chg Bcf			59B
Friday, 10 May						
17:30	India	Moderate	Industrial Output YY			5.7%



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