

April 15, 2021

Daily Commodities Outlook

Daily Recommendations

Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Nickel	Apr	Buy	1230-1232	1255	1215	Intraday
Metldex	Apr	Buy	14400-14420	14570	14300	Intraday

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Recent Developments

- MCX BULLDEX traded 0.5% lower at 14600 as gold prices corrected slightly while silver traded flat. MCX METLDEX traded 1.7% higher at 14460 as all metals rallied strongly
- Gold fell on Wednesday as an uptick in US Treasury yields weighed on bullion's appeal while investors awaited speeches of several Federal Reserve officials in the wake of data showing higher inflation
- US consumer prices rose the most in more than eight and a half years in March, kicking off what is expected to be a brief period of higher inflation
- Oil prices surged more than 4% on Wednesday, after a report from the International Energy Agency, followed by US inventory data that boosted optimism about returning demand for crude
- US crude inventories fell by 5.9 million barrels last week, the Energy Information Administration said, exceeding forecasts for a 2.9 million-barrel drop. East Coast crude stocks hit a record low
- The International Energy Agency predicted that global oil demand and supply were set to rebalance in the second half of the year. It added that producers may then need to pump an additional 2 million bpd to meet the expected demand

Global Price Performance

Exchange	Commodity	LTP (\$)	Change	% Change
COMEX	GOLD	1736.20	-11.40	-0.65%
COMEX	SILVER	25.45	0.03	0.11%
NYMEX	CRUDE OIL	63.16	2.98	4.95%
NYMEX	NATURAL GAS	2.62	0.00	0.00%
LME	COPPER	9090.25	193.75	2.18%
LME	NICKEL	16370.00	295.00	1.84%
LME	LEAD	1997.75	13.75	0.69%
LME	ZINC	2831.75	45.25	1.62%

MCX Price Performance

Commodity	Expiry	LTP (₹)	Change	% Change
GOLD	Jun-21	46604	-371.00	-0.79%
SILVER	May-21	67559	-97.00	-0.14%
CRUDE OIL	Apr-21	4739	211.00	4.66%
NATURAL GAS	Apr-21	196.60	-1.00	-0.51%
COPPER	Apr-21	705.50	13.35	1.93%
NICKEL	Apr-21	1236.40	19.90	1.64%
LEAD	Apr-21	165.70	1.40	0.85%
ZINC	Apr-21	227.60	3.35	1.49%

Source: Bloomberg, Reuters, ICICI Direct Research

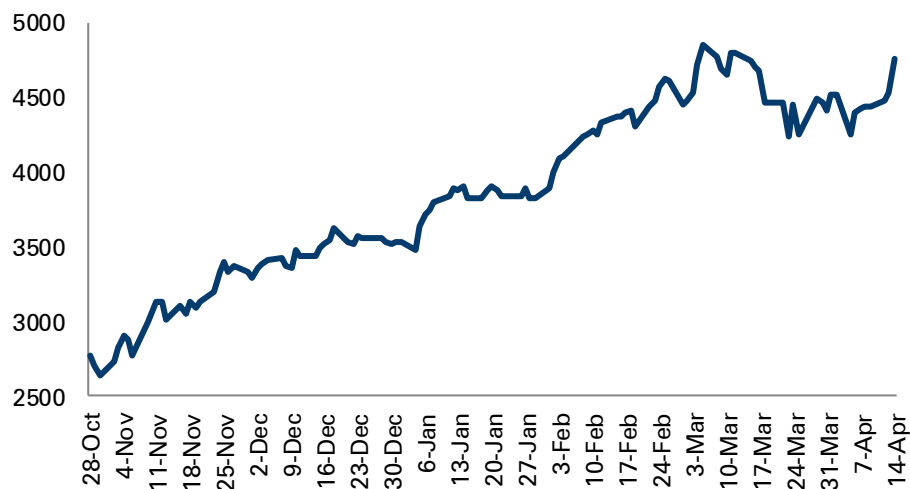
MCX Gold Daily Chart



Bullion Outlook

- Gold prices opened slightly lower on Wednesday and fell further during most of the session till a low of ₹ 46556
- Prices corrected slightly in the last session as global equity markets held near record highs, offsetting support for bullion from a softer dollar and data showing a jump in US inflation
- Overall, we expect gold prices to consolidate in the range of ₹ 46500-47000 levels in the short-term

MCX Crude Oil Daily Chart



Energy Outlook

- Crude oil prices started Wednesday's trade on a positive note opening strongly higher with a gap and rose further during most of the session till a fresh one month high of ₹ 4762
- Prices rallied strongly in the last session after Opec and IEA boosted their expectation for this year's demand recovery, while US crude oil stockpiles also dropped more than expected
- Therefore, we expect crude prices to trade positive towards ₹ 4820 level in the short-term

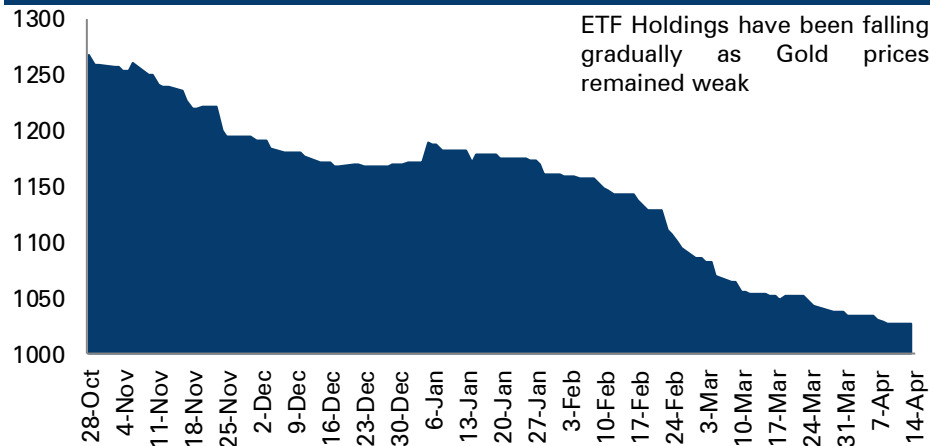
Daily Pivot Levels

Commodity	Expiry	S2	S1	Pivot	R1	R2
GOLD	Jun-21	46351	46477	46704	46830	47057
SILVER	May-21	66857	67208	67527	67878	68197
CRUDE OIL	Apr-21	4516	4628	4689	4801	4862
NATURAL GAS	Apr-21	193.8	195.2	197.8	199.2	201.8
COPPER	Apr-21	692.2	698.9	702.7	709.3	713.1
NICKEL	Apr-21	1215.1	1225.8	1233.8	1244.5	1252.5
LEAD	Apr-21	164.3	165.0	165.5	166.2	166.7
ZINC	Apr-21	223.4	225.5	226.9	229.0	230.4

Gold/Silver Ratio



SPDR Gold Holdings (Tonnes)



Standard & Poor's Depository Receipt (ETF) Holdings

US Crude Oil Inventories (Barrels)

Release Date	Time (IST)	Actual	Forecast
14-Apr-21	8:00 PM	-5.889M	-2.889M
7-Apr-21	8:00 PM	-3.522M	-1.436M
31-Mar-21	8:00 PM	-0.876M	0.107M
24-Mar-21	8:00 PM	1.912M	-0.272M
17-Mar-21	8:00 PM	2.396M	2.964M
10-Mar-21	9:00 PM	13.798M	0.816M

The Energy Information Administration's (EIA) Crude Oil Inventories measures the weekly change in the number of barrels of commercial crude oil held by US firms.

Source: Bloomberg, Reuters, ICICI Direct Research

Today's Major Economic Releases

TIME (IST)	COUNTRY	DATA & EVENTS	FORECAST	PREVIOUS
12:00 PM	India	WPI Inflation (YoY) (Mar)	5.9%	4.2%
6:00 PM	US	Core Retail Sales (MoM) (Mar)	5.0%	-2.7%
6:00 PM	US	Initial Jobless Claims	700K	744K
6:00 PM	US	NY Empire State Manufacturing Index (Apr)	19.5	17.4
6:00 PM	US	Philadelphia Fed Manufacturing Index (Apr)	42.0	51.8
6:00 PM	US	Retail Sales (MoM) (Mar)	5.9%	-3.0%
6:45 PM	US	Industrial Production (MoM) (Mar)	2.8%	-2.2%
7:30 PM	US	Business Inventories (MoM) (Feb)	0.5%	0.3%
8:00 PM	US	Natural Gas Storage	67B	20B

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Source: Bloomberg, Reuters, ICICI Direct Research

ANALYST CERTIFICATION

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