

June 24, 2021

Daily Commodities Outlook

Daily Recommendations

Commodity/Index	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Copper	July	Buy	723-724	733	716	Intraday
Metldex	July	Buy	14890-14910	15060	14790	Intraday

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Recent Developments

- MCX BULLDEX traded 0.2% higher around 14520 as gold and silver prices rose slightly. MCX METLDEX traded 1.3% higher around 14750 as most metals rose strongly
- Gold gained on Wednesday, lifted by soothing words from Federal Reserve Chair Jerome Powell who said inflation would not be the only determinant of interest rate decisions and the central bank would not rush into hiking interest rates
- Crude oil prices settled slightly lower on Tuesday after Brent rose above \$75 a barrel for the first time in over two years, as Opec+ discussed raising oil production
- Opec+ is discussing a gradual increase in oil output from August but no decision has been taken on exact volumes, an Opec+ source said on Tuesday
- Copper prices ticked higher on Wednesday as investors gained confidence after the head of the US central bank vowed to keep interest rates low to boost economic recovery
- The pricing department of China's National Development and Reform Commission and the country's market regulator have sent teams to various Chinese provinces and cities to investigate bulk commodity prices and supplies

Global Price Performance

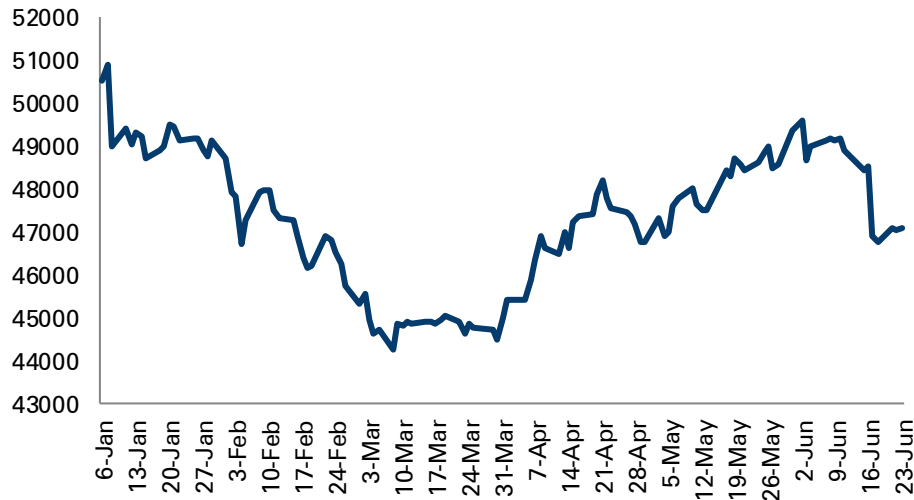
Exchange	Commodity	LTP (\$)	Change	% Change
COMEX	GOLD	1781.45	4.05	0.23%
COMEX	SILVER	26.04	0.19	0.72%
NYMEX	CRUDE OIL	73.00	0.15	0.21%
NYMEX	NATURAL GAS	3.34	0.08	2.46%
LME	COPPER	9486.25	218.75	2.36%
LME	NICKEL	18072.50	310.00	1.75%
LME	LEAD	2189.00	15.00	0.69%
LME	ZINC	2894.25	36.00	1.26%

MCX Price Performance

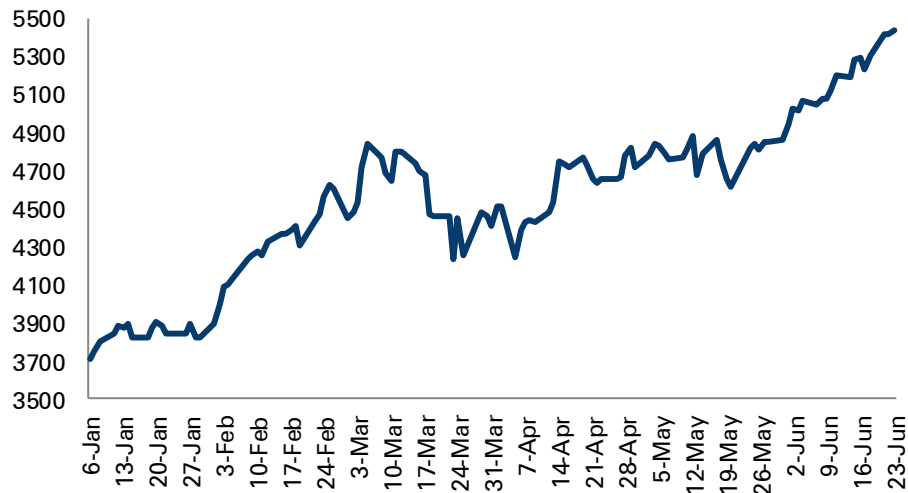
Commodity	Expiry	LTP (₹)	Change	% Change
GOLD	Aug-21	47050	39.00	0.08%
SILVER	Jul-21	67931	416.00	0.62%
CRUDE OIL	Jul-21	5443	25.00	0.46%
NATURAL GAS	Jul-21	249.20	5.10	2.09%
COPPER	Jun-21	721.20	9.80	1.38%
NICKEL	Jun-21	1339.00	17.30	1.31%
LEAD	Jun-21	170.05	-1.00	-0.58%
ZINC	Jul-21	234.60	3.25	1.40%

Source: Bloomberg, Reuters, ICICI Direct Research

MCX Gold Daily Chart



MCX Crude Oil Daily Chart



Bullion Outlook

- Gold prices started Wednesday's trade on a positive note opening slightly higher and consolidated during most of the session in the range of ₹ 47000-47300 levels
- Prices remained supported in the last session as Federal Reserve Chairman Powell's words on Tuesday calmed investors who had worried about policy tightening following last week's hawkish turn by the Fed
- Therefore, we expect gold prices to consolidate in the range of ₹ 46600-47400 levels in the short-term

Energy Outlook

- Crude oil prices opened higher on Wednesday and rose further in first half of the session till fresh two and a half year high of ₹ 5511. However, prices did not sustain at higher levels and corrected gradually in remaining session till a low of ₹ 5434
- Prices remained steady in the last session as the Opec+ alliance is scheduled to meet next week to discuss its production policy and some nations, most notably Russia, are considering a potential output increase
- Hence, we expect crude prices to consolidate in the range of ₹ 5400-5500 levels in the short term

Source: Bloomberg, Reuters, ICICI Direct Research

Key Parameters

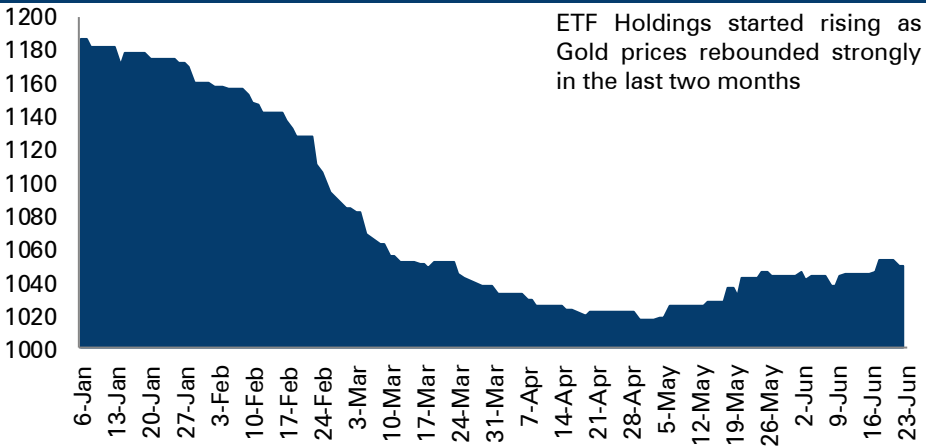
Daily Pivot Levels

Commodity	Expiry	S2	S1	Pivot	R1	R2
GOLD	Aug-21	46754	46902	47110	47258	47466
SILVER	Jul-21	66961	67446	67986	68471	69011
CRUDE OIL	Jul-21	5383	5413	5462	5492	5541
NATURAL GAS	Jul-21	238.8	244.0	248.2	253.4	257.6
COPPER	Jun-21	705.9	713.5	718.7	726.3	731.5
NICKEL	Jun-21	1318.3	1328.7	1334.3	1344.7	1350.3
LEAD	Jun-21	168.3	169.2	170.5	171.4	172.7
ZINC	Jul-21	229.5	232.1	234.0	236.5	238.4

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
23-Jun-21	8:00 PM	-7.614M	-3.942M
16-Jun-21	8:00 PM	-7.355M	-3.290M
9-Jun-21	8:00 PM	-5.241M	-2.036M
3-Jun-21	8:30 PM	-5.080M	-2.443M
26-May-21	8:00 PM	-1.662M	-1.050M
19-May-21	8:00 PM	1.321M	1.623M

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
6:00 PM	US	Core Durable Goods Orders (MoM) (May)	0.8%	1.0%
6:00 PM	US	Durable Goods Orders (MoM) (May)	2.8%	-1.3%
6:00 PM	US	GDP (QoQ) (Q1)	6.4%	6.4%
6:00 PM	US	GDP Price Index (QoQ) (Q1)	4.3%	4.3%
6:00 PM	US	Initial Jobless Claims	380K	412K
8:00 PM	US	Natural Gas Storage	66B	16B

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Source: Bloomberg, Reuters, ICICI Direct Research

ANALYST CERTIFICATION

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