

Bullion

Gold prices dropped nearly 3% this week, marking their third consecutive weekly decline.

The fall was triggered by a stronger-than-expected U.S. jobs report, which dampened hopes for interest rate cuts this year.

This bearish trend was further fueled by data showing that China, the top consumer, paused its bullion purchases in May.

The robust jobs data led to a dollar rally, making gold more expensive for foreign buyers, despite earlier gains driven by weaker private payrolls data and expectations of a Federal Reserve rate cut.

Silver

On Friday, spot silver ended 6.79 percent lower, closing at \$29.2 per ounce whereas MCX Silver ended 5.04 percent lower at Rs.89089/kg.

Outlook

Gold prices likely to continue their decline, pressured by strong U.S. jobs data and a halt in Chinese bullion purchases.

Technical Outlook

valid on 10th Jun 2024

BULLION	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCX BULLDEX JUN'24	17760	18080	18720	18990
GOLD - AUG'24	69920	71050	71750	72090
SPOT GOLD	2251	2278	2335	2363
SILVER - JUL'24	87105	88220	89990	90890
SPOT SILVER	28.42	28.80	29.69	30.10

Market Highlights (% change)

as on 07th Jun 2024

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/\$ (Spot)	83.5	0.07	0.12	0.09	1.66
Euro/\$ (Spot)	90.1	-0.74	-0.32	1.30	1.26
Dollar Index	104.9	0.75	0.20	-1.26	2.32
NIFTY	23290.2	2.05	3.37	3.03	34.16
SENSEX	76693.4	2.16	3.69	2.97	30.01

Source: Refinitiv

Market Highlights Gold (% change)

as on 07th Jun 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Gold (Spot)	2292.7	-3.49	-1.47	0.31	16.51
Gold (Spot - Mumbai)	67710.0	-7.79	-7.87	-6.61	13.23
Comex	2305.2	-2.75	-0.76	0.60	17.07
MCX Gold	71353.0	-2.43	-0.74	1.33	20.12
MCX BULLDEX	18481	-2.82	-1.09	3.73	#N/A

(Comex, Gold spot in \$ per ounce, MCX, Gold spot Mumbai in Rs/10 gms) Source: Refinitiv

Market Highlights Silver (% change)

as on 07th Jun 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Silver (Spot)	29.2	-6.79	-3.95	11.02	21.19
Silver (Spot - Mumbai)	99560.0	43.46	4.31	23.83	34.54
Comex	29.3	-6.12	-3.18	11.16	21.84
MCX Silver	89089.0	-5.04	-2.71	12.05	23.36

(Comex in \$ per ounce, MCX, Silver spot in Rs/kg)

Source: Refinitiv

Energy

Crude Oil

Oil prices witnessed a dip, although ended the week with a nearly 2% gain. Earlier in the week, prices fell to near four-month lows due to weak U.S. fuel demand and unexpected rises in gasoline and distillate inventories.

However, OPEC+ reassurances, particularly from Saudi Arabia and Russia about potential output pauses or reversals, provided support.

The U.S. jobs data showing stronger-than-expected growth tempered expectations of imminent Federal Reserve rate cuts, while in China, concerns arose as crude oil imports fell despite rising exports.

Outlook

Crude oil prices are expected to trade higher, supported by OPEC+ reassurances on output adjustments.

Technical Outlook

valid on 10th Jun 2024

Crude	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCX ENERGY	5920	6120	6430	6590
MCX CRUDE JUN'24 (RS/BBL)	71.30	73.50	76.30	78.50
WTI CRUDE OIL (\$/BBL)	75.20	77.10	81.10	83.60
BRENT CRUDE OIL (\$/BBL)	228	235	251	259
MCX NATURAL GAS JUN'24	5920	6120	6430	6590

Market Highlight Crude Oil (% change) as on 07th Jun 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	79.3	0.63	-1.60	-11.31	-0.29
NYMEX CRUDE	75.5	-0.03	-1.90	-7.81	-0.19
ICE BRENT CRUDE	79.6	-0.31	-2.45	-9.38	-0.19
MCX CRUDE	6323.0	-0.05	-2.01	-7.53	2.00

(Brent & NYMEX Crude in \$ per bbl, MCX Crude in Rs/bbl)

Source: Refinitiv

Market Highlight Natural Gas (% change) as on 07th Jun 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	2.9	3.44	12.79	46.56	31.68
MCX NG	253.0	5.15	13.50	30.68	23.84

(NYMEX NG in \$/MMBtu, MCX NG in Rs/MMBtu)

Source: Refinitiv

Base Metals

Copper prices in London hit a five-week low, pressured by a stronger dollar and robust U.S. employment data, which dimmed hopes for imminent Federal Reserve rate cuts.

Mixed trade data from China, the top metals consumer, added to the uncertainty. While exports exceeded expectations, sluggish import growth highlighted weak domestic demand.

Despite some mid-week rallies driven by optimism over potential rate cuts and the European Central Bank's interest rate reduction, high inventories and muted physical demand capped gains.

Outlook

The ECB's first rate cut in five years might pressure the dollar further, eventually driving the metal prices higher.

Technical Outlook

valid on 10th Jun 2024

	Support		Resistance	
Base metals (Rs/Kg)				
MCXMETLDEX JUN'24	16910	17030	17490	17880
LME COPPER (\$/TONNE)	9470	9620	9890	10030
COPPER JUN'24	831.00	843.10	866.90	875.80
ZINC JUN'24	245.10	248.20	254.80	257.70
LEAD MJUN'24	181.60	185.60	191.40	195.80
ALUMINIUM JUN'24	228.20	232.40	239.60	243.10

Market Highlights Base Metals (% change) as on 07th Jun 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME COPPER (3 MONTH)	9762.5	-3.81	-2.76	-2.29	8.56
MCX COPPER	853.7	-3.19	-2.32	-1.09	8.75
LME ALUMINIUM (3 MONTH)	2578.0	-2.63	-2.81	-0.52	6.84
MCX ALUMINIUM	235.6	-2.50	-4.38	-2.64	14.26
LME NICKEL (3 MONTH)	18031.0	-2.70	-8.52	-6.27	-24.36
MCX NICKEL	1591.7	-1.04	-6.65	-2.31	-21.20
LME LEAD (3 MONTH)	2199.5	-1.87	-3.23	-0.79	4.39
MCX LEAD	188.0	-1.03	-1.90	-1.05	4.16
LME ZINC (3 MONTH)	2767.0	-4.91	-6.82	-5.43	-5.32
MCX ZINC	250.5	-4.32	-7.33	-2.87	-1.40

(LME IN \$/Tonne, MCX in Rs/kg)

Source: Refinitiv

LME Inventories in tonnes

COMMODITY	07/06/24	06/06/24	CHG	%CHG
COPPER	123800	122200	1600	1.31%
ALUMINIUM	1103500	1107500	-4000	-0.36%
NICKEL	85602	84756	846	1.00%
ZINC	260825	260775	50	0.02%
LEAD	185325	182550	2775	1.52%

Source: Refinitiv

Economic Indicator to be released on 10-Jun-24

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
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