



Commodity & Currency Weekly Outlook 07th August– 11th August 2023

Weekly Performance date ending 31st July 2023

MCX				
Commodity	Prev Close	Close	Change	% Change
Gold	60082	59420	-662	-1.11%
Silver	75427	71268	-4159	-5.84%
Aluminium	204.35	202.15	-2	-1.09%
Copper	755.90	737.45	-18	-2.50%
Lead	184.30	184.10	0	-0.11%
Nickel	1816.00	1826.00	10	0.55%
Zinc	227.35	223.45	-4	-1.75%
Crude Oil	6697	6806	109	1.60%
Naturalgas	214.70	227.80	13	5.75%
USDINR	82.24	82.75	1	0.62%

Comex/NYMEX/LME				
Commodity	Prev Close	Close	Change	% Change
Gold	1965	1936	-29	-1.50%
Silver	25	23	-2	-7.05%
Aluminium	2262.00	2230.00	-32	-1.43%
Copper	8730.00	8485.00	-245	-2.89%
Lead	2149.00	2138.00	-11	-0.51%
Nickel	21510	21310	-200	-0.94%
Zinc	2545.00	2496.00	-49	-1.96%
Crude Oil	82	82	1	0.63%
Naturalgas	2.63	2.73	0	3.34%
DX	101.62	101.86	0	0.24%

Economic Calendar from 07th August– 11th August 2023

Economic Events 07/08/2023

Country	Currency	Time(IST)	Economic Events for the day	Previous	Forecast	Actual	Impact
US	USD	5:45 PM	FOMC Member Harker Speaks	-	-	-	Medium

Economic Events 08/08/2023

Country	Currency	Time(IST)	Economic Events for the day	Previous	Forecast	Actual	Impact
			No Major Events				

Economic Events 09/08/2023

Country	Currency	Time(IST)	Economic Events for the day	Previous	Forecast	Actual	Impact
China	CNY	7:00 AM	CPI y/y	0.00%	-0.50%	-	High
China	CNY	7:00 AM	PPI y/y	-5.40%	-4.00%	-	High

Economic Events 10/08/2023

Country	Currency	Time(IST)	Economic Events for the day	Previous	Forecast	Actual	Impact
US	USD	6:00 PM	CPI m/m	0.20%	0.20%	-	High
US	USD	6:00 PM	CPI y/y	3.00%	3.30%	-	High
US	USD	6:00 PM	Unemployment Claims	227K	231K	-	High

Economic Events 11/08/2023

Country	Currency	Time(IST)	Economic Events for the day	Previous	Forecast	Actual	Impact
US	USD	1:45 AM	FOMC Member Harker Speaks	-	-	-	Medium
US	USD	6:00 PM	PPI m/m	0.10%	0.20%	-	High
US	USD	7:30 PM	Prelim UoM Consumer Sentiment	71.6	71.7	-	High

Gold –US CPI DATA IS CRUCIAL THIS WEEK AHEAD

RATIONALE

- The yellow metal saw some relief following weaker-than-expected nonfarm payrolls data
- Investors largely bet on the U.S. Fed Reserve hitting the brakes soon on interest rate hikes.
- WGC - 71% of global central banks are planning to significantly increase their Gold purchases in the next 6 months

Risk

- Bullions trading under pressure as uncertainty over the Federal Reserve's next move and anticipation of a stronger inflation reading this week buoyed the dollar and Treasury yields.
- DX trading positive



MCX Gold Oct Buying in the range of 59400-59450 is recommended. Upside 60500-60800 are likely targets, stop loss 58900.

Silver – DX trading higher

Technical Chart



MCX Silver Sep Buying in the range of 71100-71150 is recommended. Upside likely targets 72600-73000. Stop loss 70300.

Metals - China's Trade, CPI and PPI data are crucial this week

RATIONALE

- China's favourable policies have promoted real estate, automobile, and other related consumption to gradually pick up.
- Investors largely bet on the U.S. Federal Reserve hitting the brakes soon on interest rate hikes.

Risk

- DX trading stronger
- The resumption of aluminium production in Yunnan is speeding up, and it is expected that some large smelters in the region will be able to produce at full capacity by the end of August



Aluminium Aug has a 198 as a crucial support. Buy MCX Aluminum Aug in the range of 203-204 targets 213-216 stop loss 198.

➤ Copper & Zinc - Uncertainty ahead of FOMC meeting

Copper Technical Outlook



Buying Copper Aug in the range of 738-739 is recommended for the target of 760-770 stop loss 728.

Zinc Technical Outlook



Buying Zinc Aug in the range of 220-221 is recommended for the target of 230-235 stop loss 205.

Crude Oil – Goldman sees Brent at \$86/bbl by year-end

RATIONALE

- Saudi Arabia will keep trimming production by 1 million barrels per day (bpd), while Russia will cut oil exports by 300,000 bpd.
- JP Morgan raises its forecast for real annualized GDP from Q3 to 2.5%, significantly higher than the prior estimate of 0.5%.

Risk

- Rising U.S. Treasury yields, driven by concerns over higher interest rates and a U.S. ratings downgrade, weighed on gold prices in recent sessions, as did a recovery in the dollar



WTI Crude is having support at \$74. Buying in the range of \$80-\$81 is recommended. Upside \$92-\$95 are likely targets.

Crude Oil – Saudi extended 1 million barrel-a-day supply cut in Sep



MCX WTI Crude Aug is having support at 6300. Buying in the range of 6650-6700 is recommended. Upside 7250-7400 are likely targets.

THANK YOU



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