

## Daily Currency & Commodity Outlook

### Daily Recommendation

Currency/Commodity	Expiry	Action	Entry	Target	Stop Loss	Time Frame
Silver mini	Nov	Buy	56900-56920	57500	56500	1 day
GBPINR	Oct	Sell	87.18-87.20	86.90	87.40	1 day

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## Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	112.72	114.33	-1.41%
US\$INR	81.91	81.54	0.45%
EURUSD	0.9735	0.9585	1.56%
EURINR	78.30	78.65	-0.45%
GBPUSD	1.0888	1.0689	1.86%
GBPINR	87.43	88.16	-0.83%

## Daily Currency Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (28th Sep-22)	81.74	81.82	81.89	81.97	82.03
US\$INR (27th Oct-22)	81.93	82.08	82.18	82.34	82.44
EURINR (28th Sep-22)	78.02	78.16	78.27	78.41	78.52
EURINR (27th Oct-22)	78.40	78.61	78.89	79.10	79.38
GBPINR (28th Sep-22)	86.77	87.10	87.36	87.69	87.96
GBPINR (27th Oct-22)	85.17	86.03	87.62	88.48	90.06
JPYINR (28th Sep-22)	55.77	56.18	56.42	56.83	57.06
JPYINR (27th Oct-22)	56.82	56.92	57.02	57.12	57.21

- Rupee future maturing on September 28 depreciated yesterday at an all-time low amid continuous FII outflow in domestic equity markets. Further, a sharp rise in crude oil prices pressurised the rupee

- The US dollar dropped almost 1.40% after touching its new 20 year's high amid a sharp drop in US 10 year's treasury yields. Further, the dollar was pressurised by optimistic sentiment in domestic equity markets

- The Euro appreciated by almost 1.50% on Wednesday amid weak US dollar. However, major gains were restricted due to a drop in German 10 year's bond yields

- The pound rebounded by about 1.80% yesterday after the Bank of England (BoE) said it would step in to calm the turbulence in the UK government bond market. However, further upside was prevented after the International Monetary Fund (IMF) and ratings agency Moody's reprimanded Britain over its new spending plans

## Follow-up

Currency/Commodity	Contract	Action	Price	Target	Stoploss	Comment
Copper	Oct	Sell	627.80-628	620	633.1	Stop loss Triggered
EURINR	Oct	Sell	79.08-79.10	78.80	79.30	Not Initiated

## Bullion Outlook

- MCX gold prices edged higher on Wednesday amid a sharp drop in the US dollar and US 10 year's treasury yields
- Further, bullion prices were supported by growing fears of a global recession
- MCX gold prices are expected to trade with a positive bias for the day amid weakness in US dollar index. It is likely to surpass the hurdle of ₹ 49,950 to continue its upward trend towards the level of ₹ 50,150 in the coming trading session
- Additionally, investors will take cues from Q2 GDP data and disappointment may take gold further high

## MCX Gold vs Silver Performance



## MCX Price Performance

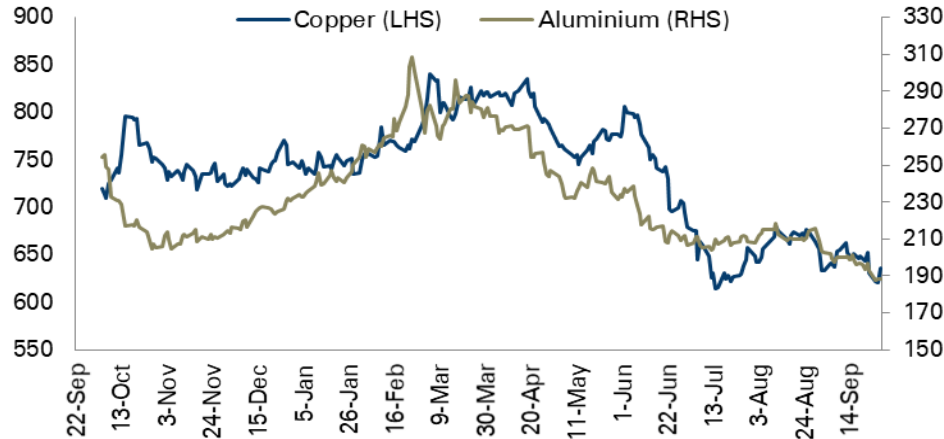
Commodity	LTP (₹)	Change	LTP (\$)	Change
Gold	49750	0.87%	1669.10	2.01%
Silver	56530	2.08%	18.89	3.03%
MCXBULLDEX	13825	1.40%	-	-
Copper	635.70	1.27%	7466.00	1.54%
Aluminium	188.60	-0.16%	2141.00	1.28%
Zinc	260.95	-0.31%	2885.50	0.84%
Lead	177.50	0.77%	1748.50	-0.34%
WTI Crude Oil	6699	3.49%	82.02	4.48%
US Nat Gas	566.8	0.67%	6.99	3.46%
MCXENRGDEX	8684	1.95%	-	-

## Daily Commodity Pivot Levels

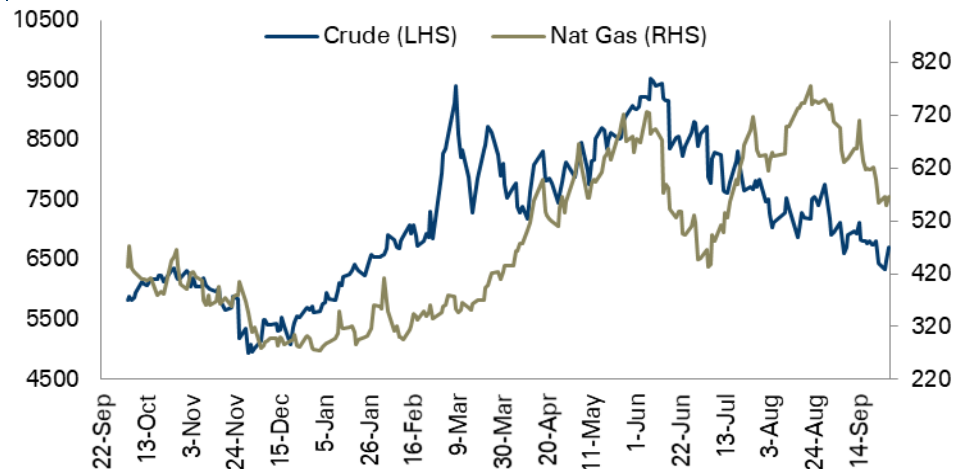
Commodity	S2	S1	Pivot	R1	R2
Gold	48630	49190	49540	50100	50450
Silver	53584	55057	55828	57301	58072
MCXBULLDEX	13401	13613	13728	13940	14055
Copper	614.8	625.2	630.5	640.9	646.2
Aluminium	185.8	187.2	187.9	189.3	190.0
Zinc	261.0	261.0	261.0	261.0	261.0
Lead	176.2	176.8	177.2	177.8	178.2
Crude Oil	6184	6442	6574	6832	6964
Nat Gas	530.9	548.8	559.3	577.2	587.7
MCXENRGDEX	8264	8474	8592	8802	8921

Source: Bloomberg, Reuters, ICICI Direct Research

## MCX Copper vs. Aluminium Performance



## MCX Crude Oil vs. Natural Gas Performance



## Base Metal Outlook

- MCX copper prices advanced by 2.53% yesterday as China has increased its imports of refined copper from the rest of the world, up by 9.8% in the first eight months of the year
- However, further upside was restricted on weaker-than-expected pending home sales data from the US. Pending home sales in the US were down 2% MoM in August 2022, a third consecutive monthly decline and worse than market forecasts of a 1.4% fall
- We expect copper prices to trade with a negative bias for the day amid a continuous decline in copper LME warehouse inventories

## Energy Outlook

- MCX crude oil prices rose almost 3.50% on Wednesday for a second day, rebounding from recent losses as the US fuel inventory figures showed larger-than-expected drawdowns and a rebound in consumer demand
- US consumer crude oil inventories dropped from 430.6 million barrels to 430.4 million barrels in last week
- We expect MCX crude oil prices to trade with a positive bias for the day on expectations of rise in fuel demand

# Economic Calendar

Data	Country	Time	Actual	Expected	Previous	Impact
RBI MPC Meeting Minutes	INR	5:00 PM	-	-	-	Medium
MPC Member Ramsden Speaks	GBP	5:00 PM	-	-	-	High
German CPI (MoM) (Sep)	EUR	5:30 PM	-	1.30%	0.30%	High
Initial Jobless Claims	USD	6:00 PM	-	215K	213K	Medium
GDP (QoQ) (Q2)	USD	6:00 PM	-	-0.60%	-0.60%	High
Natural Gas Storage	USD	8:00 PM	-	93B	103B	High

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*Source: Bloomberg, Reuters, ICICI Direct Research*

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