



# PARADIGM COMMODITIES ADVISORS

Bullion Outlook- 14<sup>th</sup> December 2023

## FED TURNS DOVISH- BULLION REBOUNDS- SELL OPPORTUNITY FOR EVENT TRADERS

**Please Read this before you trade:** We strongly recommend traders to use some discretion on entry and exit points based on product volatility and multiplier. Outlook, entry and exit points valid for 1-2 days unless specifically mentioned as positional. SL is closing basis or Intraday as per scenario. Levels are indicative.

### Bullion update

Commodity	Strategy	Entry	Target 1	Target 2	Sl	Tech Range	Tec. Trend
COMEX Feb mini gold	Sell in 2 steps	Sell between 62400 & 63200	Open	Open	Given later	61300-63300	Volatility expansion

**Outlook:** Gold prices opened sharply higher after a Dovish FOMC. Feb mini jumped almost 1200 and traded around 62400. Market looks overreacted. We may see dips during evening trade or latest by next 2-3 sessions. 2-3 days gold feb mini range is 61300-63300.

**Strategy:** We booked full profit in our sell positions around 62100. Now we may short in small quantity – 2 step sell. 50% sell @ 62400 cmp and 50% sell @ 63200. ( Now fed is in slow and cautious normalization mode- This wud increase volatility -way higher in next few quarters. It would be 2 side strategy for fed- Reducing balance sheet- and also lowering funding cost. आगे तेजीमंदी के स्विंग बड़े रहेंगे. फेड अब पोलिसी को नॉर्मल बनानेकी दिशा में जाने का संकेत दे रही है. बेलेन्सशीट को कम करेगी. मतलब बाजार से लीकवीडी कम करना जारी रहेगा. साथ ही रेट कट भी आयेगा. फेड का उद्देश साफ है. बोरॉइंग कोस्ट घटाओ- लेकिन इतना भी मत घटाओ के शेरबजार जमीन बीटकोइन जैसे रिस्की एसेट रोकेट हो जाये. फेड का उद्देश समतोलन है. ओर बाजार को समतोलन पंसद नहीं होता. हमने सेल साइड से एकड़िट लीया था तचो अब फिर से सेल साइड जाने का मोका मीला है. हमारा लॉग टर्म व्यु तेजी का है लेकिन फिलहाल 62500-63000 का सोना भारी है.

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Mini silver Feb	Sell in 2 steps	Sell 74400 & 75100	Open	Open	Given after entry	72200-76700	Volatility topping

**Outlook:** Silver prices opened sharply higher amid Fed's dovish remark. This is look like an overreaction of market. Volatility may expand as fed signaled balance sheet reduction as well as rate cuts. This would infuse element of liquidity sucking and lowering borrowing cost. As a result, Silver may signal wild moves. Fundamentals are still bearish. Central mean rate seen somewhere between 67000-72000. Silver is overvalued above 75000-76000 and bargain buy around 67000-69000.

**Strategy:** Sold mini-Feb silver @ 74700. Booked full profit @ 72200-300. Now we would go short again in 2 steps. We go in light quantity. Maximum 10 mini lots. (HNI or Ultra HNI may do maximum 10 big lot because we are sensing quarterly swing around 8000-12000 and yearly swing 15000-22000 for full year 2024.)

### Base Metals

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Dec Copper	Sell again between 721-723	Part Booked - sell again	716	713	Given later	715-732	Volatility expansion

**Outlook:** फेडने रेट कट का सीग्नल दीया है इस के कारन बाजार कूछ जयादा ही जोशमें आ गया है. चाइना की रिआलीटी वास्तव है जब की फेडका डोवीश सिग्नल एक उम्मीद है. धरातलमें भयंकर मंदी है. अभी बाजार कूछ एसे है की सट्टे में 500 टन कोपर मिल जाता है या बीक जाता है. लेकिन फिड़िकलमें 50 टन माल बेचना भी मुश्किल है. इस लीये तो हम कहते है की तेजी के लीये पेसा चाहीये ओर मंदी के लीये हिमंत- मार्जिन मनेजमेन्ट ना हो पाये तो नोलेज की कया किमत.

**Strategy:** हमने 714 में पार्ट प्रॉफिट बुक किया. सेकन्ड टारगेट 709-710 था ओर बाजार 710.10 आके घुम गया. हम काफी कहते है ना की कोइ सिस्टम हमारा एसएल शायद रिड कर लेती है. सिर्फ हमारा नहीं - ओलमोस्ट सभी फेमस एनेलिस्ट का एसएल ट्रेक किया जाता है ओर उडाया भी जाता है. इसी कारन हम प्री फिक्स एसएल के बदले डायेमिक या रिअल टाइम एस एल जयादा प्रिफर करते है.

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Dec mini Alu	No call	NA	NA	NA	NA	195-204	Highly Oversold

**Outlook:** Aluminum market witnessed a mild bounce. Technically looks highly oversold. Supply side fundamentals are too weak.

**Strategy:** Stay away for a while. Waiting for sell side opportunity

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Dec Mini-Zinc- Positional	Buy in 2 steps	217 and 211	Open	Open	Given later	207-232	Hyper volatility may return

**Outlook:** Zinc prices may turn volatile again amid index fund roll and rebalancing in Jan 2024.

**Strategy:** Market may show bipolar swings- दोतरफा बडी अपस्विंग ओर डाउन स्विंग आ सकती हे. बाय ओनम डिप्स - दो स्टेप मे बाय.

#### Bullion Index

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Dec Bulldex	Sold	16200	Open	Open	Given at 9 pm	15800-16500	Rough swing

**Outlook:** Big volatility. Long term view Mild bearish- Kabhi gold ke hisab se ya kabhi silver ke karan- ye market sell side ke liye thoda better he aur cross hedge ke liye bhi use kiya ja sakta he

**Strategy:** aaj morning me sell kiya 16200.

#### Energy Markets as- Digital Betting

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Dec mini crude	No call	NA	NA	NA	NA	5500-7100	Random mkt

**Outlook:** Oil looks like a stealth bear market. We may see prices to fell towards 50-60. Its long-term downside mean. North America oil production is rising very fast. Huge capacity buildup of renewables- green fuel, Wind, Solar, Nuke, and going forward Hydrogen economy and Ammonia economy. Not to forget overzealous drive of EV boom in EU and China. There is high probability that crude oil prices may hit 25-35 levels in next few years. Let's revisit last 30 yrs. 2008 high 145, 2009 low 32.20, 2013 high 113, 2015 low 26, 2018 high 85, 2020 low minus 40. 2022 high 135, as of now 68.

**Strategy:** No call. Big picture is bearish.

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Dec Gas	No call	NA	NA	NA	NA	182-218	Bearish

**Outlook:** Long term picture is bleak. Like crude- Gas is also a super volatile and notorious commodity. Life time high 16.20, Life time low 1.20. MCX high low is 99 to 950.!!

**Strategy:** No call. Bias is mild soft.

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