31-08-2026

Bonanza

Commodity Morning Update.

YOUR DAILY MARKET BRIEFING

Gold Insight

Gold News

- Gold extended its decline on Thursday, slipping **0.5%** as investors continued to book profits and unwind long positions following the recent rally to multi-month highs. The precious metal remained under pressure after the latest U.S. inflation data came broadly in line with market expectations, reinforcing the view that the Federal Reserve could still deliver another interest rate hike in the coming months. Market participants also remained cautious ahead of comments from Federal Reserve Chair **Kevin Warsh**, seeking further clarity on the central bank's outlook for inflation, economic growth, and the future path of monetary policy. Historically, gold has been regarded as a preferred safe-haven asset during periods of geopolitical uncertainty and elevated inflation. However, higher interest rates reduce the attractiveness of non-yielding assets such as gold, while a stronger U.S. dollar makes dollar-denominated bullion more expensive for overseas buyers, limiting demand. Despite the recent correction, investors continue to monitor macroeconomic developments and geopolitical risks closely, as any shift in the Federal Reserve's policy stance or escalation in global tensions could revive safe-haven demand. According to the **CME FedWatch Tool**, markets are currently pricing in around a **40% probability of a Federal Reserve rate hike in September** and approximately a **70% chance of another increase by December**.

Technical Overview

- **Gold:** Technically, MCX Gold (5th October contract) has declined for the **third consecutive session**, with higher trading volumes indicating profit booking. However, the broader trend remains positive, and prices are attempting to break above the previous peak recorded in mid-May. Gold continues to trade above the short-term 20-day SMA as well as the medium-term 50-day and 100-day SMAs, highlighting the underlying strength in the counter. For the medium term, prices are expected to move towards the **₹1,65,000** level as long as the support levels at **₹1,56,500** and **₹1,53,500** remain intact. The RSI is hovering near the **63** mark with an upward slope, indicating that the broader bullish momentum remains intact. Meanwhile, the MACD remains above the zero line with a long green histogram, suggesting further upside potential once the current profit booking subsides.

Silver Insight

Silver News

- Silver edged marginally lower on Thursday, declining **0.1%** as the market witnessed continued profit booking and long unwinding after the strong rally seen in previous sessions. Although losses were limited compared to gold, investor sentiment remained cautious following U.S. inflation data that broadly matched expectations, strengthening the possibility of another Federal Reserve rate hike later this year. Silver continues to derive support from its dual role as both a precious and industrial metal. However, expectations of higher interest rates and a relatively firm U.S. dollar capped further upside, as these factors reduce the appeal of non-yielding assets. Traders are now closely awaiting remarks from Federal Reserve Chair Kevin Warsh, which could provide additional guidance on the monetary policy outlook and influence the near-term direction of precious metals. According to the **CME FedWatch Tool**, markets continue to price in around a **40% chance of a September rate hike** and nearly a **70% probability of another increase in December**.

Technical Overview

Silver: Silver opened on a flat note but witnessed heightened volatility near the **₹2,45,000** level, where strong selling pressure emerged. The rejection from this resistance indicates that sellers remain active at higher levels. Immediate support is placed at **₹2,31,000**, while **₹2,45,000** continues to act as the key resistance level.

Crude Oil Insight

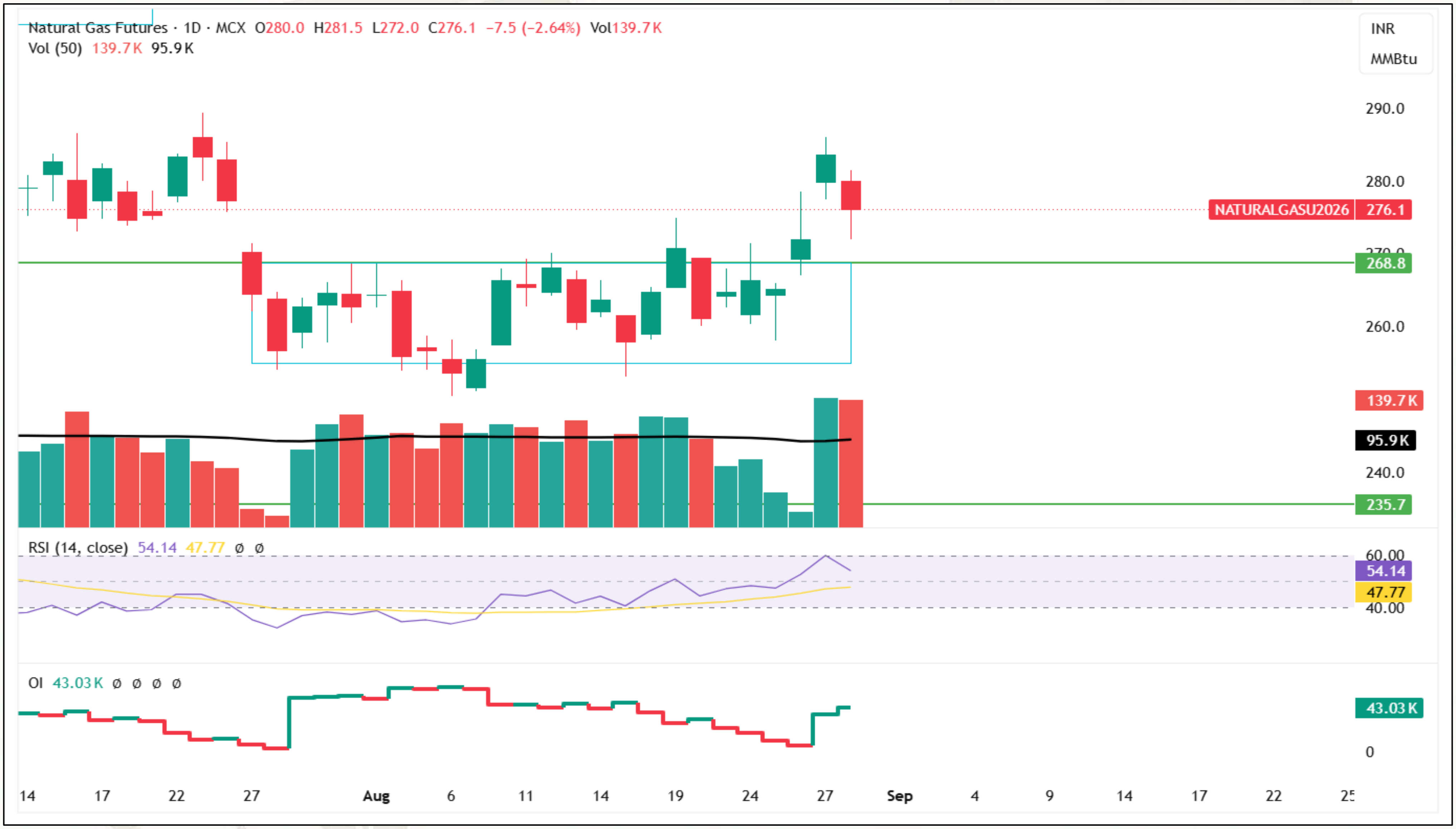
Crude oil News

- Crude oil prices rebounded on Thursday after three consecutive sessions of losses, with **Brent crude rising 2.1%** and **WTI gaining 1.6%**. The recovery was driven by renewed geopolitical concerns after a report in *The Wall Street Journal* indicated that the U.S. administration is not interested in reviving the memorandum of understanding reached with Iran in June. According to the report, the Trump administration has repeatedly informed mediators that it has no intention of returning to the earlier agreement, reducing expectations of a diplomatic breakthrough that could ease supply concerns and increase oil exports from the Middle East. Geopolitical tensions also intensified beyond the Middle East after Russia warned it could target British military assets both inside and outside Ukraine in response to Ukrainian attacks using British-supplied long-range missiles. Although U.S. President Donald Trump downplayed the possibility of a direct Russian attack on a NATO member, the developments added another layer of geopolitical uncertainty to global energy markets. The **Strait of Hormuz and Bab el-Mandeb continue to account for nearly one-quarter of global oil shipments**, keeping supply risks firmly in focus. Additionally, Saudi Aramco has estimated that the world has lost more than **2.6 billion barrels of oil supply** since the Iran conflict began in February, highlighting the continued vulnerability of global energy markets to geopolitical disruptions.

Technical Overview

- **Crude Oil:** Technically, MCX Crude Oil remains in a downtrend, with the swing low breakdown witnessed a few days ago indicating underlying weakness in the counter. However, prices are currently trading around the short-term 20-day SMA and near the recent swing high, suggesting that a potential trend reversal could be on the cards. As long as the **₹8,200–₹8,400** resistance zone holds, prices are expected to move towards the **₹6,700–₹6,400** zone. On the upside, prices need to sustain above the **₹8,400, ₹8,500, and ₹9,300** resistance levels to confirm the next bullish rally. The RSI is hovering near the **51** mark with a flat slope, indicating mixed momentum, while the MACD is approaching the zero line, suggesting that downside pressure still persists.

Natural Gas Insight



Natural gas News

- Natural gas futures rallied on Thursday as fresh buying emerged after recent weakness, helping prices recover modestly. Despite the rebound, the contract continued to trade within the broad range established by last week's two large candles, indicating that the market has yet to establish a decisive directional trend. The broader fundamental outlook remains relatively weak, as abundant domestic production, comfortable storage levels, and expectations of cooler weather continue to weigh on demand. Higher-than-expected storage injections reinforce the oversupply narrative, while technical indicators continue to suggest a cautious bearish trend. Nevertheless, any return of extreme heat, stronger electricity demand, or sustained LNG export activity could provide support to prices and trigger additional buying interest. Until there is a meaningful improvement in demand fundamentals or a significant shift in weather forecasts, natural gas is expected to remain range-bound with a cautious bearish bias.

Technical Overview

- **Natural Gas:** Technically, MCX Natural Gas remains in a downtrend and is expected to move towards the **₹250–₹240** zone as long as the **₹287** resistance level remains intact. For the next meaningful upside move, prices need to sustain above the **₹275–₹290** resistance zone. A successful breakout could trigger a rally towards the **₹320–₹325** zone, with an extended target of **₹345–₹350**. Immediate resistance is seen in the **₹272–₹278** range. The RSI is hovering near the **59** mark with an upward slope, indicating improving momentum. However, the MACD remains below the zero line, suggesting that every short-term rally is likely to attract fresh selling interest.

Base Metal Insight

Base Metal News

- **Copper & base metals end almost flat, as overall trend seen bullish on supply concern, falling warehouse stocks and** demand continues to rise as AI infrastructure, data centers, power grids, and semiconductor manufacturing require large amounts of the metal.

Technical Overview

- **Copper:** Copper futures registered their **eighth weekly gain in the last nine weeks**, climbing to a fresh **10-week high** and testing the previous swing high, while remaining just below the all-time exchange high recorded in January this year. Strong fundamentals, including supply disruptions, robust demand from AI data centres and the electric vehicle (EV) sector, along with declining warehouse inventories, continue to provide strong support on every dip. However, a recovery in the U.S. Dollar Index and ongoing geopolitical tensions may limit gains at higher levels. Going forward, prices are expected to move towards the **₹1,475–₹1,480** zone as long as the support levels at **₹1,350–₹1,300** remain intact. The bullish outlook is further supported by prices trading above the **20-week, 50-week, and 100-week SMAs**. A sustained move above the **₹1,415–₹1,425** resistance zone could pave the way for a retest of the all-time high near **₹1,475–₹1,480**. The weekly RSI is hovering near the **70** mark with an upward slope, indicating further upside potential, while the MACD remains above the zero line, suggesting buying opportunities on every dip. Immediate support is placed at **₹1,355–₹1,335**, while resistance is seen at **₹1,400–₹1,415**.

- **Zinc:** MCX Zinc registered its **seventh weekly gain in the last nine weeks**, hitting a fresh all-time exchange high on strong volumes before witnessing some profit booking and long unwinding towards the end of the week. Despite the correction, prices continue to trade above the **20-week, 50-week, and 100-week SMAs**, while the recent swing breakout keeps the broader trend firmly bullish. As long as the support levels at **₹390, ₹388, and ₹370** remain intact, prices are expected to test the **₹435–₹440** resistance zone. The weekly RSI is hovering near the **81** mark with an upward slope, indicating sustained bullish momentum, while the MACD remains above the zero line with a positive histogram, suggesting buying interest on every dip. Immediate support is placed at **₹388–₹380**, while resistance is seen at **₹425–₹440**.

- **Aluminium:** Aluminium ended marginally lower for the **third consecutive week**, with increased trading volumes indicating a tug-of-war between bulls and bears at higher levels. However, prices continue to trade within the large bearish candlestick formed eight weeks ago, suggesting that profit booking may continue at elevated levels. For the medium term, support is provided by the **50-week and 100-week SMAs**, while prices continue to trade below the short-term **20-week SMA**, indicating near-term weakness. As long as the resistance zone at **₹360–₹362** remains intact, prices are expected to move towards the **₹335–₹325** zone. The weekly RSI is hovering near the **52** mark with a flat slope, indicating mixed momentum, while the MACD remains above the zero line, suggesting that declines are likely to attract buying interest. Immediate support is placed at **₹340–₹330**, while resistance is seen at **₹360–₹365**.

- **Nickel:** Nickel ended almost flat after recovering from a one-month low earlier in the week due to short covering. However, the broader trend remains bearish. Technically, momentum continues to weaken as prices trade below the **20-week, 50-week, and 100-week SMAs**, accompanied by a declining RSI and a negative MACD histogram. The weekly RSI is hovering near the **50** mark with a downward slope, indicating further downside potential. Immediate support is placed at **₹1,570–₹1,540**, while resistance is seen at **₹1,610–₹1,650**.

- **Electricity Futures:** Electricity futures rallied sharply towards the contract high, forming a strong full-bodied bullish candlestick that indicates bulls remain firmly in control. A sustained move above the **₹5,000** level could extend the rally towards the **₹5,150–₹5,200** zone, as long as support at **₹4,700–₹4,600** remains intact. Immediate support is seen in the **₹4,800–₹4,700** range, while resistance is placed at **₹5,100–₹5,200**.

- **Bullion Index (Bulldex):** BullDex has witnessed a strong bullish rally after breaking out from its base formation. The index is now heading towards the **39,000** level, while immediate support is placed at **35,000**, keeping the overall trend firmly positive.

Forex Insight

Dollar Index News

- **The US Dollar Index (DXY)** traded near **99.56–99.71 levels** overnight. The greenback held relatively stable with a modest firm tone after recent rebounds from multi-month lows, reflecting caution ahead of key Fed commentary and mixed data. This provided a neutral-to-slightly supportive backdrop for the dollar against commodities.

Technical Overview

- **DXY:** The **U.S. Dollar Index (DXY)** has confirmed a strong breakout after consolidating near the **98.50** support level. The breakout indicates improving bullish momentum, and the next major resistance is placed around **100.50**. As long as the index sustains above **98.50**, the recovery is likely to remain intact, with scope for further upside in the near term.

Forex Insight

Bonanza

USDINR News

- **USDINR closed mildly weaker around the 95.50–95.55 zone (near 95.54).** The rupee gave back some earlier gains as importer dollar demand picked up, month-end pressures, and short-covering weighed, despite a relatively contained dollar and prior support from softer oil and domestic flows. RBI presence and inflows linked to the FCNR(B) swap window helped limit deeper declines, keeping the pair range-bound. Markets remain focused on oil price volatility tied to Hormuz developments, FII activity, any further central bank intervention, and global risk sentiment for near-term direction.

Technical Overview

- **USDINR :-** Technically, day trend may remain **bearish** in USDINR after approaching an important support zone of 95 level the next support level is placed at 94.6 level and resistance at 96 if that breaks then the next resistance will at 97

Derivative Insight

Script	Highest traded Strike Price (CE)	Highest traded Strike Price (PE)	PCR
GOLD	160000	155000	0.71
SILVER	250000	235000	0.55
CRUDE OIL	8000	7900	1.34
NATURAL GAS	280	270	0.78
GOLD MINI	160000	155000	0.72
SILVER MINI	300000	220000	0.75

Highest Traded Commodity	GOLD

Lowest Traded Commodity	MENTHAOIL

Script	Price	Price Change	OI Change%	Buildup
GOLD	156281	-1.71 %	-8.57	Long Unwinding
SILVER	236704	-1.64 %	-14.44	Long Unwinding
CRUDE OIL	7984	0.25 %	2.71	Long Buildup
NATURAL GAS	276.1	-2.64 %	19.06	Short Buildup
COPPER	1391.35	-0.22 %	-1.60	Long Unwinding
ZINC	414.25	-0.23 %	-2.26	Long Unwinding
ALUMINIUM	345.60	0.35 %	3.74	Long Buildup

Nirpendra Yadav
Sr. Research Analyst

Vibhu Ratandhara
Sr. Research Analyst

Lalit Mahajan
Research Analyst

Nirpendra Yadav
Digitally signed by Nirpendra Yadav
Date: 2026.08.31 09:28:49 +05'30'

Disclosure:

M/s. Bonanza Portfolio Ltd hereby declares that the views expressed in this report accurately reflect its viewpoint with respect to the subject companies/securities. M/s. Bonanza Portfolio Ltd has taken reasonable care to achieve and maintain independence and objectivity in making any recommendations. The analysts engaged in the preparation of this report or their relatives: (a) do not have any financial interests in the subject company mentioned in this report; (b) do not own 1% or more of the equity securities of the subject company mentioned in the report as of the last day of the month preceding the publication of the research report; (c) do not have any material conflict of interest at the time of publication of the report. (d) have not received any compensation for products or services other than investment banking, merchant banking, or brokerage services from the subject company in the past twelve months; (e) have not received any compensation or other benefits from the subject company or any third party in connection with this report; (f) have not served as an officer, director, or employee of the subject company; (g) are not engaged in market-making activity for the subject company; (h) The Research Analyst may use AI enabled tools for preliminary research, data aggregation, and analytical assistance. Such tools are used only to support the research process and do not replace independent analysis, professional judgment, or regulatory responsibilities. All research reports and recommendations are reviewed and approved by the Research Analyst prior to publication. M/s. Bonanza Portfolio Ltd is a registered Research Analyst under the SEBI (Research Analyst) Regulations, 2014. The registration number is INH100001666, and the research analysts engaged in preparing reports are qualified as per the provisions of the regulations.

Disclaimer:

This research report has been published by M/s. Bonanza Portfolio Ltd and is meant solely for the use of the recipient and is not for circulation. This document is for information purposes only, and the information, opinions, and views are not meant to serve as a professional investment guide for the readers. Reasonable care has been taken to ensure that the information given is believed to be fair and correct at the time, and the opinions based there upon are reasonable. However, due to the nature of research, it cannot be warranted or represented that it is accurate or complete, and it should not be relied upon as such. If this report is inadvertently sent or has reached any individual, it may be ignored and brought to the attention of the sender. Preparation of this research report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Past performance is not a guide to future performance. This report has been prepared on the basis of publicly available information, internally developed data, and other sources believed by Bonanza Portfolio Ltd to be reliable. This report should not be taken as the only basis for any market transaction; however, this data represents one of the supporting documents among other market risk criteria. Market participants should be aware of the risks involved in using this information as the sole source for any market-related activity. “Investments in securities markets are subject to market risks. Read all the related documents carefully before investing.” “Registration granted by SEBI, membership of BSE, and certification from NISM in no way guarantee the performance of the intermediary or provide any assurance of returns to investors.” The distribution of this report in certain jurisdictions may be restricted by law, and persons in whose custody this report comes should observe any such restrictions. The disclosures of interest statements included in this analysis are provided solely to improve transparency and should not be treated as an endorsement of the views expressed in the analysis. The price and value of the investments referred to in this report and the income from them may go down as well as up. Bonanza Portfolio Ltd or its directors, employees, affiliates, or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy, or reliability of such information, opinions, or views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates, or representatives of M/s. Bonanza Portfolio Ltd shall be liable. Research reports may differ between M/s. Bonanza Portfolio Ltd Research Analysts and other entities on account of differences in personal judgment and time horizons for which recommendations are made. The research entity has not been engaged in market-making activity for the subject company. The research analyst has not served as an officer, director, or employee of the subject company and has not received any compensation or benefits from the subject company or any third party in connection with this research report. Bonanza Portfolio Ltd. Bonanza House, Plot No. M-2, Cama Industrial Estate, Walbhat Road, Goregaon (E), Mumbai – 400063 Phone: 022- 68363794/708 Website: https://www.bonanzaonline.com SEBI Regn. No.: INZ000212137 BSE CM: INB 011110237 | BSE F&O: INF 011110237 | MSEI: INE 260637836 | CDSL: 120 33500 |NSDL: a) IN 301477 | b) IN 301688 (Delhi) | PMS: INP 000000985 | AMFI: ARN -0186 Compliance Officer: Trupti Milind Khot, 022-62735507, compliance@bonanzaonline.com