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MARKET ANALYSIS

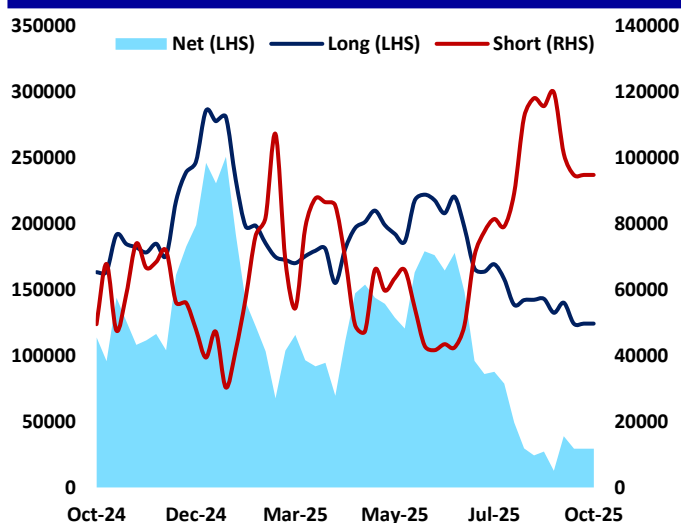
FUTURES PRICE ACTION					03rd Oct - 10th Oct '25	
COMMODITY	QUOTE	HIGH	LOW	CLOSE	CHANGE	CHANGE (%)
BRENT CRUDE	\$/bbl	66.6	62.0	62.7	-1.8	-2.8%
WTI CRUDE	\$/bbl	62.9	58.2	58.9	-2.0	-3.3%
MCX CRUDE	Rs/bbl	5,594	5,232	5,246	-193	-3.5%
NYMEX NATURAL GAS	\$/MMBtu	3.550	3.089	3.106	-0.2	-6.6%
MCX NATURAL GAS	Rs/MMBtu	315.3	274.9	275.6	-22.7	-7.6%
EUROPEAN DUTCH TTF	€/MWh	33.6	31.8	32.2	0.7	2.3%
JAPAN KOREA MARKER (ASIA)	\$/MMBtu	11.4	10.7	11.1	0.1	0.6%

Source : Bloomberg, KS Commodity Research

Crude oil – WTI crude fell to a five-month low of \$58.22/barrel on Friday, ending the week down 3.3%. Losses accelerated following President Trump’s announcement of a 100% tariff on Chinese goods, alongside new export controls on key U.S. software, in retaliation to China’s rare-earth export restrictions. Oil prices were already under pressure as geopolitical risk premiums eased after Israel and Hamas reached a temporary pause in fighting and agreed on a hostage-for-prisoners exchange. A sharp rebound in the U.S. dollar, which surged to a three-month high of 99.6 supported by weakness in the yen and euro amid political instability in Japan and France, further weighed on oil prices. Declines in oil stocks at Cushing, Oklahoma, the delivery hub for NYMEX crude futures, and product inventories, coupled with the U.S. Treasury blacklisting around 100 individuals, vessels, and companies linked to Iran’s energy trade, signaling continued enforcement of sanctions, only provided temporary relief. EIA data showed U.S. crude stocks increased by 3.7 million barrels to 420.3 million barrels in the week ending October 3. However, stocks at Cushing declined by 760,000 barrels to 22.7 million barrels, while gasoline inventories fell by 1.6 million barrels and distillate stockpiles dropped by 2 million barrels. Today, oil prices rebounded ~2% to \$60/barrel, supported by signs of renewed openness between the U.S. and China to ease fresh trade tensions after Trump stated that trade relations “will all be fine,” signaling a willingness to negotiate and meet with his Chinese counterpart. However, fears of potential escalation may continue to fuel volatility and keep markets on edge in the short term. Meanwhile, the IMF-World Bank annual meetings will be closely watched for insights into global economic trends and risks.

Natural Gas - NYMEX Henry Hub natural gas futures slipped 7% last week following a strong 17% rally the previous week, pressured by a larger-than-expected inventory injection, milder weather forecasts, and a stronger dollar. U.S. gas inventories rose by 80 Bcf last week, slightly above estimates of +78 Bcf but below the five-year average increase of +94 Bcf. Total stockpiles stood at 3.641 Tcf as of October 3, 4.5% above the five-year average. Meanwhile, U.S. natural gas production remains near record highs, supported by active rigs at a two-year peak. According to BNEF data, Lower-48 dry gas production averaged about 108.1 Bcf/day on Friday, up 5% year-on-year, while demand declined roughly 6.7% year-on-year to around 66 Bcf/day. Prices tumbled 5% to a two-week low of \$3.09 per mmBtu as Atmospheric G2 projected warmer conditions for the eastern half of the U.S. from October 20-24, further dampening demand expectations. Earlier in the week, prices surged above \$3.50 per mmBtu, buoyed by cooler temperature projections for mid-October. Today, NYMEX gas futures edged up slightly to \$3.12 per mmBtu, supported by uptick in gas flows to U.S. LNG terminals averaging 16.1 Bcf/day so far this month, up from 15.7 Bcf/day in September and close to record levels. However, ample storage and mild weather projections may continue to keep prices under pressure in the near term.

WTI speculative positions (lots)



EIA Weekly Report for the week ended 7-Oct-25

(million barrels)	Last	Previous	Change
Commercial crude stocks	420.3	416.5	3.7
Crude oil in SPR	407.0	406.7	0.3
Cushing OK stocks	22.7	23.5	-0.8
Motor gasoline	219.1	220.7	-1.6
Distillate fuel oil	121.6	123.6	-2.0
US crude production (kbpd)	13,629	13,505	124.0
US Petroleum imports (kbpd)	8,171	7,932	239
US petroleum exports (kbpd)	10,400	10,999	-599
Refinery utilization (%)	92.4	91.4	1.0
Baker Hughes rigs (nos)	482	480	-4

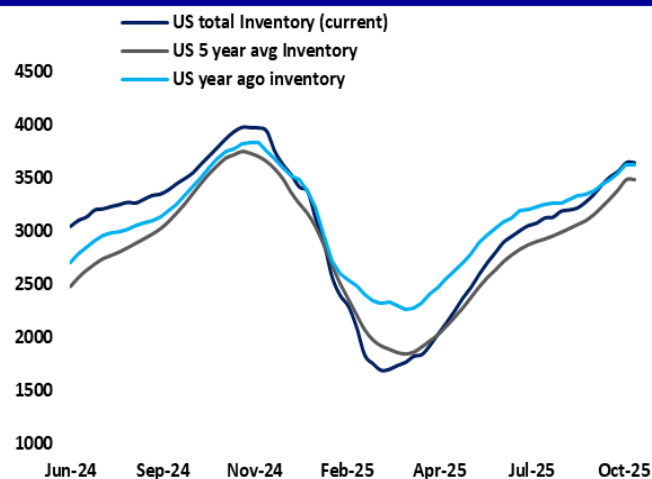
Source : EIA, Bloomberg, KS Commodity Research

US LNG flows (billion cubic feet)

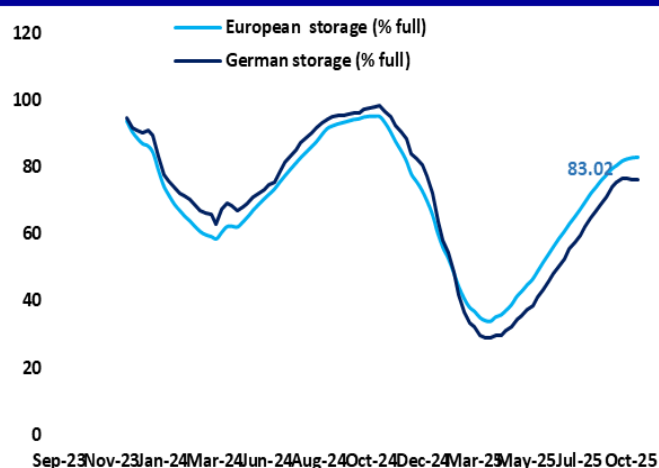
Terminals	3-Oct	4-Oct	5-Oct	6-Oct	7-Oct	8-Oct	9-Oct	week ago	month ago	year ago
Sabine Pass	-4.5	-4.5	-4.5	-4.4	-3.8	-4.2	-4.5	-4.5	-3.9	-4.6
Cove Point	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-0.7	0.0
Corpus Christi	-2.0	-2.1	-2.0	-2.0	-2.0	-2.0	-2.0	-1.9	-1.5	-2.1
Cameron	-2.0	-2.0	-2.0	-1.8	-1.8	-2.0	-1.8	-2.0	-2.0	-2.1
Freeport	-1.8	-1.7	-1.7	-1.7	-1.7	-1.8	-1.8	-1.8	-1.8	-1.9
Elba Island	-1.7	-1.7	-1.7	-1.7	-1.7	-1.8	-1.7	-1.7	-1.3	-1.3
Calcasieu Pass	-0.3	-0.3	-0.3	-0.3	-0.4	-0.4	-0.4	-0.3	-0.4	-0.3
Total LNG exports	-12.4	-12.4	-12.3	-12.1	-11.5	-12.1	-12.1	-12.2	-11.5	-12.4

Source : Bloomberg, KS Commodity Research

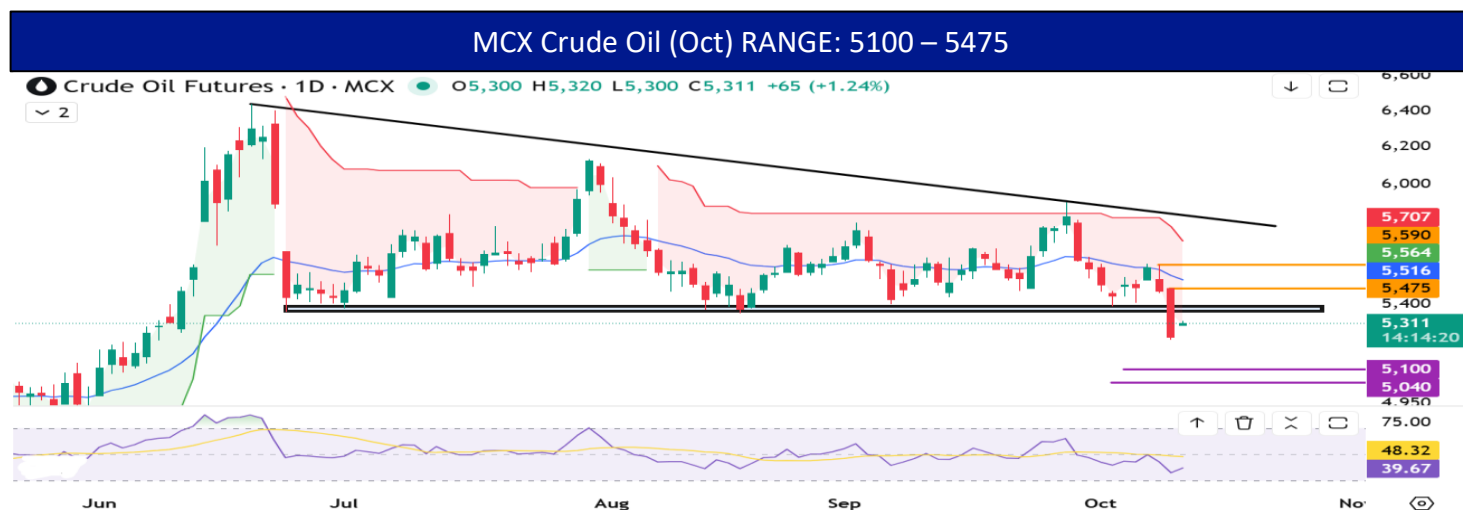
US Natural Gas Inventory



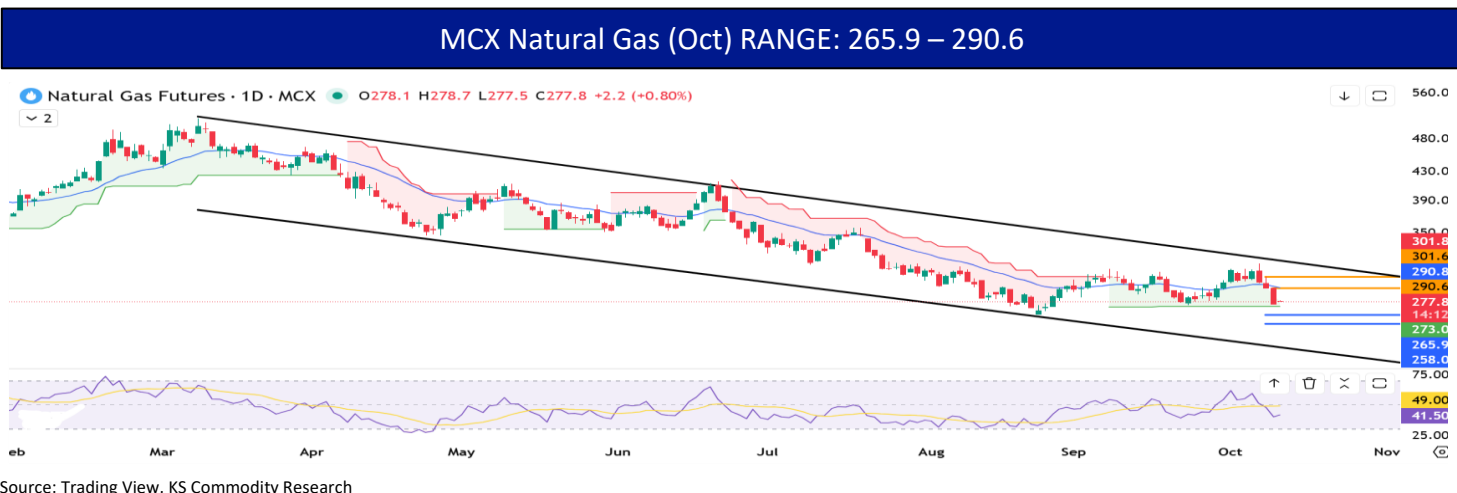
European Gas Storage levels



TECHNICAL OUTLOOK



On the daily chart, MCX Crude Oil futures have broken down from a descending triangle pattern, suggesting a bearish outlook. The price is trading below the 21-day EMA and the negative Super Trend (7,3), both of which reinforce the weak market sentiment. Furthermore, the RSI (14) remains below the neutral 50 level, confirming sustained bearish momentum. Looking at the key levels, immediate support is located at 5100, and a decisive move below this could trigger further downside toward 5040. On the upside, immediate resistance is seen around 5475, with a stronger barrier near 5590. Overall, the technical setup suggests that MCX Crude Oil may continue to trade within the 5100–5475 range in the near term, with a sideways-to-bearish undertone.



On the daily chart, MCX Natural Gas futures continue to move within a falling channel, highlighting a prevailing bearish trend. The price remains below the 21-day Exponential Moving Average (EMA), underscoring continued weakness in the market. Moreover, the 14-period Relative Strength Index (RSI) is positioned below the neutral 50 mark, reflecting persistent negative momentum. From a levels perspective, immediate support is seen at 265.9, and a clear breakdown below this point could accelerate the decline toward 258. On the upside, resistance is noted near 290.6, with a stronger hurdle around 301.6. Overall, the technical picture indicates that MCX Natural Gas may remain confined within the 265.9–290.6 range in the near term, maintaining a sideways-to-bearish tone.

RATING SCALE FOR WEEKLY REPORT

BUY	We expect the commodity to deliver 2% or more returns
SELL	We expect the commodity to deliver (-2%) or more returns
SIDEWAYS	We expect the commodity to trade in the range of (+/-)2%
NOTE - The recommendations are valid for one day from the date of issue of the report, subject to mentioned stop loss, if any	

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