

Fundamental Analyst- Kaynat Chainwala (kaynat.chainwala@kotak.com), 022 6621 6232
Technical Analyst- Jimesh Chauhan (jimesh.chauhan@kotak.com), 022 6621 6217

MARKET ANALYSIS

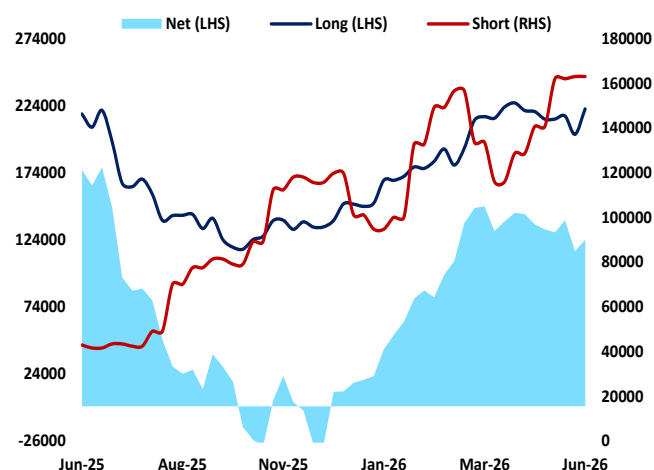
FUTURES PRICE ACTION					29th May - 5th Jun'26	
COMMODITY	QUOTE	HIGH	LOW	CLOSE	CHANGE	CHANGE (%)
BRENT CRUDE	\$/bbl	99.0	92.2	93.1	1.0	1.1%
WTI CRUDE	\$/bbl	97.0	88.5	90.5	3.2	3.6%
MCX CRUDE	Rs/bbl	9,290	8,494	8,614	333	4.0%
NYMEX NATURAL GAS	\$/MMBtu	3.396	3.099	3.229	-0.1	-1.9%
MCX NATURAL GAS	Rs/MMBtu	323.8	296.8	308.6	-7.4	-2.3%
EUROPEAN DUTCH TTF	€/MWh	49.7	46.5	48.5	2.5	5.4%
JAPAN KOREA MARKER (ASIA)	\$/MMBtu	19.1	17.8	18.8	0.5	2.6%

Source : Bloomberg, Kotak Neo Commodity Research

Crude oil – Crude oil swung between gains and losses last week as markets remained caught between competing diplomatic signals with no clear resolution in sight. Both benchmarks ended the week with modest gains after surging nearly 10% in the first three sessions on escalating Gulf hostilities, before reversing sharply on diplomatic headlines and a strong US jobs report. The week's volatility was largely event-driven. Hopes for a broader US-Iran deal and a potential reopening of the Strait of Hormuz initially weighed on prices, but those expectations quickly faded. Hezbollah's rejection of a Lebanon ceasefire proposal and Iran's offer to dilute, rather than transfer, its enriched uranium stockpile fell short of Washington's conditions for sanctions relief, while Tehran's demand for \$24 billion in frozen assets highlighted the wide gap between the two sides. Supply fundamentals remain supportive. Six consecutive weeks of US inventory draws point to a tightening market, while Iran's crude exports reportedly fell 84% in May. With Hormuz still constrained, OPEC's announced production increases have provided limited relief. Friday's sharp 3% decline was fuelled by a stronger-than-expected US jobs report that reignited concerns that the Federal Reserve could maintain a restrictive policy stance for longer, boosting the US dollar above the 100 level and weighing on risk assets, including crude. Today, WTI and Brent jumped 5% to \$94.9 and \$97.9 fuelled by the Israel-Iran military exchange Israeli strikes on western and central Iran, the IRGC's threat of a "full week of continuous strikes," and weekend clashes between US and Iranian forces near the Strait of Hormuz. Looking ahead, the May US CPI report on June 10 could add a macro headwind, as a hotter reading would likely strengthen the case for a rate hike, support the dollar and cap crude's upside even if geopolitical risk premiums hold. Until the diplomatic picture clarifies, price action will continue to be driven by headlines rather than fundamentals.

Natural Gas - NYMEX gas futures experienced a volatile week, initially rallying to a four-month high of \$3.39/MMBtu before reversing course and ending the week around 2% lower as traders weighed supportive weather forecasts against softer LNG export demand and comfortable storage levels. Early gains were driven by warmer weather expectations, tighter-than-expected storage data, and signs of slowing domestic production. The EIA reported a 95 bcf storage injection, below both market expectations and the five-year average, while Lower-48 dry gas production fell to a four-month low and above-normal temperatures across key US regions boosted expectations for cooling-related power demand. However, sentiment weakened later in the week as LNG export flows softened amid seasonal maintenance at major facilities, including Freeport LNG and Sabine Pass LNG. Although inventories remain about 5% above the five-year average, the storage surplus continues to narrow. Looking ahead, focus will be on LNG export recovery, summer cooling demand, and the pace of inventory tightening. Warmer weather and resilient global LNG demand should continue to provide underlying support for prices.

WTI speculative positions (lots)



Source- US CFTC, ICE Europe, Kotak Neo Commodity Research

EIA Weekly Report for the week ended 02-Jun-26

(million barrels)	Last	Previous	Change
Commercial crude stocks	433.7	441.7	-8.0
Crude oil in SPR	357.1	365.1	-8.0
Cushing OK stocks	22.4	23.0	-0.6
Motor gasoline	215.0	211.6	3.4
Distillate fuel oil	102.3	100.8	1.5
US crude production (kbpd)	13,707	13,715	-8.0
US Petroleum imports (kbpd)	8,493	6,681	1812
US petroleum exports (kbpd)	13,600	12,523	1077
Refinery utilization (%)	94.7	94.5	0.2
Baker Hughes rigs (nos)	482	480	-4

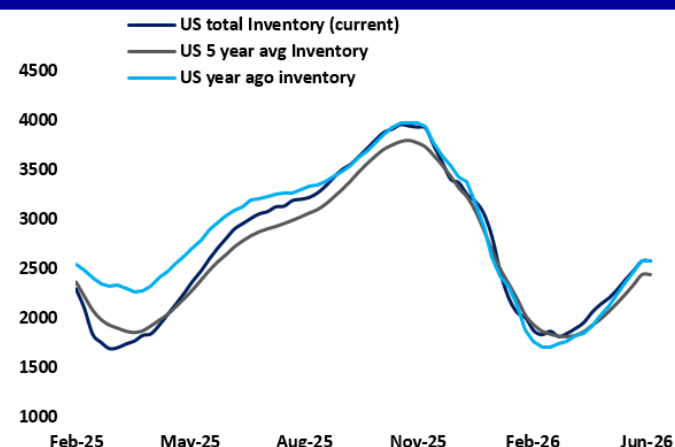
Source : EIA, Bloomberg, Kotak Neo Commodity Research

US LNG flows (billion cubic feet)

Terminals	29-May	30-May	31-May	1-Jun	2-Jun	3-Jun	4-Jun	week ago	month ago	year ago
Sabine Pass	-4.6	-4.7	-4.7	-4.1	-4.0	-4.4	-4.7	-4.7	-4.6	-2.9
Cove Point	-0.8	-0.8	-0.8	-0.8	-0.8	-0.8	-0.8	-0.8	-0.8	-0.9
Corpus Christi	-3.7	-3.6	-3.6	-2.8	-2.4	-2.5	-2.5	-3.7	-2.3	-2.6
Cameron	-1.4	-1.4	-1.4	-1.6	-1.8	-2.0	-2.1	-1.5	-1.4	-1.4
Freeport	-1.3	-1.3	-1.3	-1.5	-1.4	-1.4	-1.4	-1.3	-2.3	-2.4
Elba Island	-1.7	-1.7	-1.7	-1.7	-1.7	-1.6	-1.4	-1.7	-1.5	-1.5
Calcasieu Pass	-0.4	-0.4	-0.4	-0.4	-0.4	-0.4	-0.4	-0.4	-0.3	-0.3
Total LNG exports	-13.9	-13.9	-13.9	-12.9	-12.4	-13.1	-13.2	-14.0	-13.2	-12.0

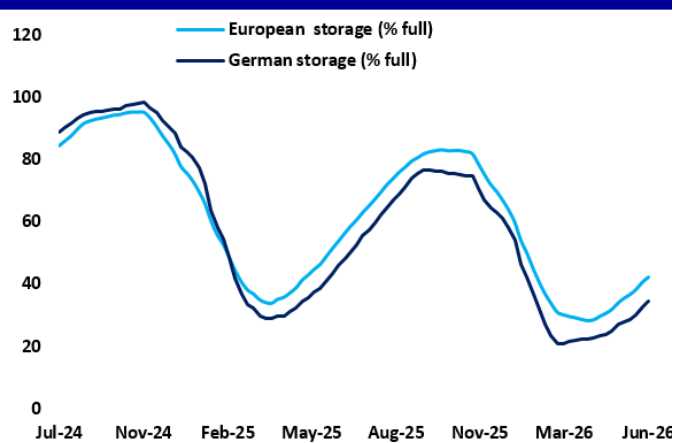
Source : Bloomberg, Kotak Neo Commodity Research

US Natural Gas Inventory



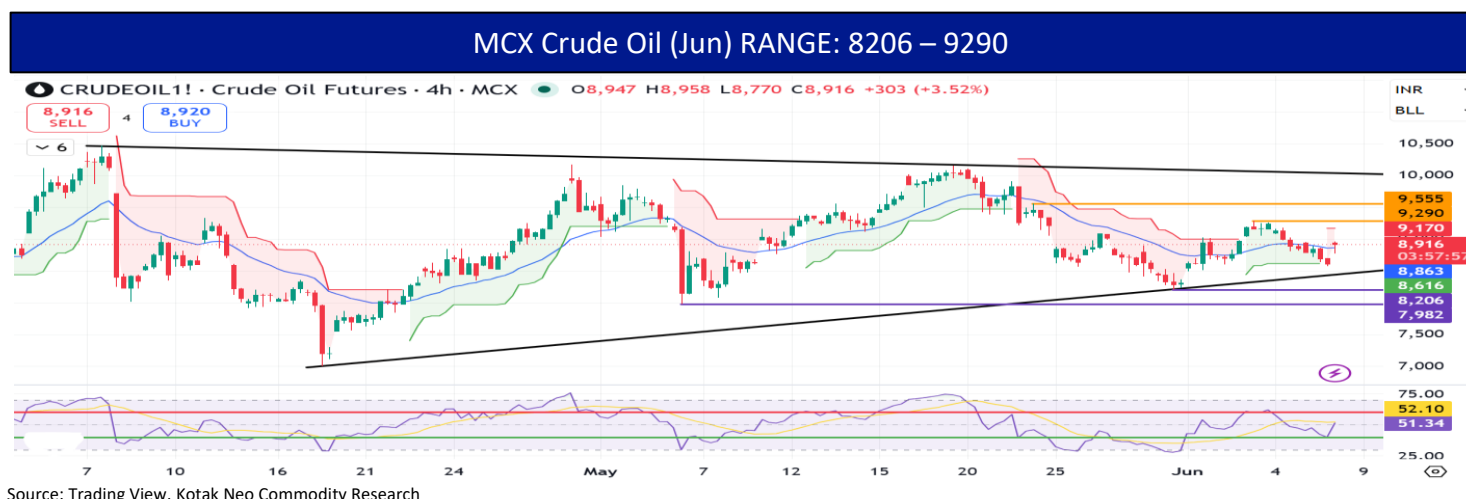
Source- Bloomberg, Kotak Neo Commodity Research

European Gas Storage levels

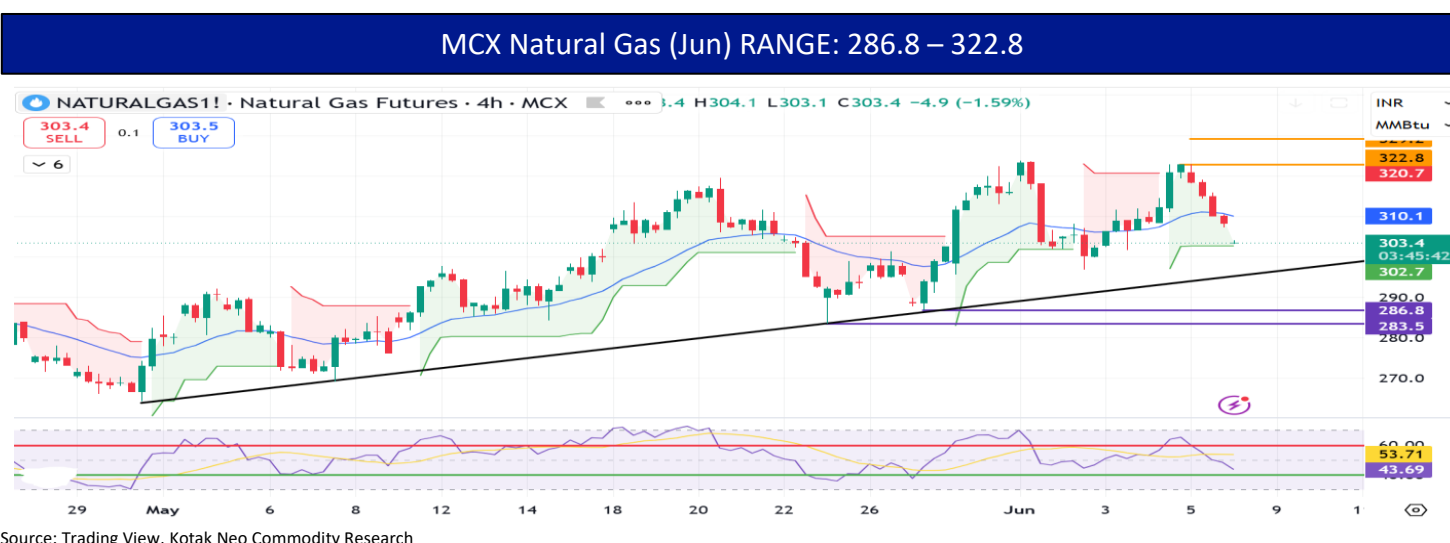


Source- Bloomberg, Kotak Neo Commodity Research

TECHNICAL OUTLOOK



On the 4-hour chart of MCX Crude Oil Futures, prices are consolidating within a broad symmetrical triangle formation, reflecting indecision after the sharp recovery from recent lows. The contract continues to hold above the rising lower trendline support, preserving the sequence of higher lows, while the falling upper trendline near 10,000 remains a key medium-term resistance barrier. Price action is currently oscillating around the 20-EMA, indicating a lack of strong directional conviction and a phase of range-bound movement. The Supertrend remains negative and positioned above price, suggesting that the broader trend has yet to confirm a bullish reversal despite the recent rebound. Meanwhile, RSI is hovering near 51 and remains broadly neutral, pointing towards balanced momentum and the possibility of continued consolidation in the near term. Immediate support is placed at 8,206, followed by 7,982, while resistance is seen at 9,290 and 9,555. A sustained move above 9,290–9,555 could strengthen bullish momentum towards the upper end of the range, whereas a break below 8,206 may revive selling pressure. Overall, the near-term bias remains neutral with a positive undertone as long as prices hold above the rising trendline support.



On the 4-hour chart of MCX Natural Gas Futures, the broader trend remains constructive as prices continue to trade above the rising trendline support, maintaining a sequence of higher highs and higher lows. Recent price action has witnessed a corrective pullback from the 322.8 resistance zone after failing to sustain near the recent swing highs, indicating short-term profit booking within the prevailing uptrend. The contract is currently testing the confluence of the 20-EMA and trendline support around 302–303, making this a crucial near-term support area. The Supertrend remains positive and positioned below price, suggesting that the underlying bullish structure remains intact despite the ongoing correction. Meanwhile, RSI has eased to 43.7 and slipped below its signal line, reflecting weakening momentum and a temporary loss of upside strength. Immediate support is placed at 286.8, followed by 283.5, while resistance is seen at 322.8 and 327.2. A sustained hold above the rising trendline could attract fresh buying interest, whereas a decisive breakdown may trigger a deeper corrective move towards the lower support band. Overall, the near-term bias remains cautiously positive while prices hold above the key trendline support zone.

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	

FUNDAMENTAL RESEARCH TEAM

Anindya Banerjee	Head of Research anindya.banerjee@kotak.com +91 22 6621 6234
Kaynat Chainwala	AVP, Commodity Research kaynat.chainwala@kotak.com +91 22 6621 6232
Riteshkumar Sahu	Agri-Complex riteshkumar.sahu@kotak.com +91 22 6621 6233
Saish Sawant Dessai	Base Metals saish.sawant@kotak.com +91 22 6621 6230

TECHNICAL RESEARCH TEAM

Abhijit Chavan	Jimesh Chauhan	Durgesh Ugawekar	Nikesh Kumar	Gyan Ranjan Singh
chavan.abhijit@kotak.com +91 22 6621 6217	jimesh.chauhan@kotak.com	Durgesh.ugawekar@kotak.com	kumar.nikesh@kotak.com	Singh.gyan@kotak.com

Disclosure/Disclaimer

Kotak Securities Limited established in 1994, is a subsidiary of Kotak Mahindra Bank Limited. Kotak Securities is one of India's largest brokerage and distribution house.

Kotak Securities Limited is a corporate trading and clearing member of BSE Limited, National Stock Exchange of India Limited (NSE), Metropolitan Stock Exchange of India Limited (MSE), National Commodity and Derivatives Exchange (NCDEX) and Multi Commodity Exchange (MCX). Our businesses include stock broking, services rendered in connection with distribution of primary market issues and financial products like mutual funds and fixed deposits, depository services and Portfolio Management.

Kotak Securities Limited is also a depository participant with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Kotak Securities Limited is also registered with Insurance Regulatory and Development Authority as Corporate Agent for Kotak Mahindra Old Mutual Life Insurance Limited and is also a Mutual Fund Advisor registered with Association of Mutual Funds in India (AMFI). We are registered as a Research Analyst under SEBI (Research Analyst) Regulations, 2014.

We hereby declare that our activities were neither suspended nor we have defaulted with any stock exchange authority with whom we are registered in last five years. However, SEBI, Exchanges and Depositories have conducted the routine inspection and based on their observations have issued advise/warning/deficiency letters or levied minor penalty on KSL for certain operational deviations. We have not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has our certificate of registration been cancelled by SEBI at any point of time. We offer our research services to clients as well as our prospects.

This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions. This material is for the personal information of the authorized recipient, and we are not soliciting any action based upon it. This report is not to be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. It is for the general information of present and prospective clients of Kotak Securities Ltd.

We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable though its accuracy or completeness cannot be guaranteed. Neither Kotak Securities Limited, nor any person connected with it, accepts any liability arising from the use of this document. The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the investments referred to in this material may rise or fall. Past performance is not a guide for future performance. Certain transactions -including those involving futures, options and other derivatives involve substantial risk and are not suitable for every investor. Reports based on technical analysis centers on studying charts of price movement and trading volume, as opposed to focusing on fundamentals. The views provided herein are general in nature and does not consider risk appetite or investment objective of particular investor; readers are requested to take independent professional advice before investing. The Report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Kotak Securities Limited does not provide any promise or assurance of favorable view for a particular commodity in any manner. The investor is requested to take into consideration all the risk factors including their financial condition, suitability to risk return profile and take professional advice before investing. Opinions expressed are our current opinions as of the date appearing on this material only. While we endeavor to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance or other reasons that prevent us from doing so. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice. Kotak Securities Limited is not engaged in proprietary trade in commodities and the views mentioned in the report are not in any manner influenced by self-interest of Kotak Securities Limited or the individual Research Analyst.

We and our affiliates/associates, officers, directors, and employees, Research Analyst (including relatives) worldwide may: (a) from time to time, have long or short positions in, and buy or sell the securities thereof mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker or act as advisor or have other potential/material conflict of interest with respect to any recommendation and related information and opinions at the time of publication of Research Report or at the time of public appearance. The views provided herein are general in nature and does not consider risk appetite or investment objective of particular investor; readers are requested to take independent professional advice before investing. This should not be construed as invitation or solicitation to do business with KSL. Kotak Securities Limited is also a Portfolio Manager. Portfolio Management Team (PMS) takes its independent investment decisions. The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the securities if any and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report. No part of this material may be duplicated in any form and/or redistributed without Kotak Securities' prior written consent. Details of Associates are available on website i.e. www.kotak.com

1. "Note that the research analysts contributing to the research report may not be registered/qualified as research analysts with FINRA; and
2. Such research analysts may not be associated persons of Kotak Mahindra Inc. and therefore, may not be subject to NASD Rule 2711 restrictions on communications with a subject company, public appearances and trading securities held by a research analyst account
Any U.S. recipients of the research who wish to effect transactions in any security covered by the report should do so with or through Kotak Mahindra Inc. (Member FINRA/SIPC) and (ii) any transactions in the securities covered by the research by U.S. recipients must be effected only through Kotak Mahindra Inc. (Member FINRA/SIPC) at 369 Lexington Avenue 28th Floor NY 10017 USA (Tel: +1 212-600-8850).
Kotak Securities Limited and its non US affiliates may, to the extent permissible under applicable laws, have acted on or used this research to the extent that it relates to non US issuers, prior to or immediately following its publication. This material should not be construed as an offer to sell Kotak Securities Limited and its non US affiliates may, to the extent permissible under applicable laws, have acted on or used this research to the extent that it relates to non US issuers, prior to or immediately following its publication. This material should not be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. This research report and its respective contents do not constitute an offer or invitation to purchase or subscribe for any securities or solicitation of any investments or investment services. Accordingly, any brokerage and investment services including the products and services described are not available to or intended for Canadian persons or US persons."

Research Analyst has served as an officer, director or employee of Subject Company: NA

We or our associates may have received compensation from the subject company, if any in the past 12 months: NA

We or our associates may have managed or co-managed public offering of securities for the subject company (ies) in the past 12 months: NA

We or our associates may have received compensation for investment banking or merchant banking or brokerage services from the subject company, if any in the past 12 months: NA

We or our associates may have received any compensation or other benefits from the Subject Company if any or third party in connection with the research report: NA.

Our associates may have financial interest in the subject company(ies) if any: NA

Research Analyst or his/her relative's financial interest in the subject company (ies)/securities: No

Kotak Securities Limited has financial interest in the subject company (ies) at the end of the week immediately preceding the date of publication of Research Report: No

'However, Kotak Securities Prop/Arbitrage team could have exposure/financial interest to the subject company/companies during the ongoing month.'

'Nature of financial interest is holding of equity shares and/or derivatives of the subject company.'

Our associates may have actual/beneficial ownership of 1% or more securities at the end of the month immediately preceding the date of publication of Research Report.

Research Analyst or his/her relatives has actual/beneficial ownership of 1% or more securities at the end of the month immediately preceding the date of publication of Research Report: No

Kotak Securities Limited has actual/beneficial ownership of 1% or more securities at the end of the month immediately preceding the date of publication of Research Report: No

Subject Company, if any may have been client during twelve months preceding the date of distribution of the research report.: NA

Daily price movement of commodities is available on the following websites:

<https://www.mcxindia.com/market-data/market-watch>

<https://ncdex.com/MarketData/LiveFuturesQuotes.aspx>

https://www.nseindia.com/live_market/dynaContent/live_watch/commodity_der_stock_watch.htm

<https://www.bseindia.com/markets/Commodity/commodity.html>

Our research should not be considered as an advertisement or advice, professional or otherwise. The investor is requested to take into consideration all the risk factors including their financial condition, suitability to risk return profile and the like and take professional advice before investing.

Investments Investments in securities market are subject to market risks, read all the related documents carefully before investing. This information is purely backed by KSL research analyst based on research recommendation. Kotak Securities Ltd has Registration granted by SEBI, enlistment of KSL (RA) with Exchange and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. Any views and/or opinions stated are personal. Please do thorough research or consult your financial manager/advisor before making an investment.

"General Terms and Conditions for Usage of AI/ML in Research Services These Terms and Conditions ("T&C's") govern the use of research services provided by Kotak Securities Limited ("KSL"), where Artificial Intelligence (AI) and Machine Learning (ML) technologies are used as part of the research presentation and related services. By accessing or using such services, you acknowledge and agree to the following: **1. Purpose of AI/ML Usage** KSL employs AI/ML based tools for limited purposes such as • Audio and video generation using AI-created voices, avatars, and formats; • Enhancing accessibility and presentation of research insights; • Facilitating efficiency in dissemination of market related content and research content. The AI/ML tools are used only as a medium of presentation and/or dissemination and do not alter the substance of research prepared by KSL. **2. Extent of Usage** The specific scope and manner of AI/ML usage in research services is set out in the AI Disclaimer published along with the relevant research content and is also published on the website under the disclaimers section. Users are advised to carefully review such disclaimers for detailed information on the extent and limitations of AI/ML usage as may be updated by KSL from time to time in the disclaimer section <https://www.kotaksecurities.com/disclaimer/>. **3. Ownership of Research Content** The underlying research market views, data, analysis, and opinions remain solely those of KSL. AI/ML is not used to create independent investment recommendations. **4. Accuracy and Limitations** While KSL takes reasonable care to ensure the accuracy of its research content: • AI/ML outputs may not always reflect complete, precise, or contextually appropriate information; • KSL makes no warranties, express or implied, as to the reliability, accuracy, or fitness of AI/ML generated presentations. **5. No Confidential Information Input** KSL does not upload, disclose, or process any client specific, confidential, or proprietary information through AI/ML platforms. All content generated through AI/ML is limited to publicly available information, market data, and internally developed research compliant with SEBI regulations. **6. Investor Responsibility** Clients and viewers shall not rely solely on AI generated content for making any investment or trading decisions. The AI/ML generated presentations, output and dissemination are only for informational and illustrative purposes. Investors are further advised to consult their financial advisor before making any investment or trading decisions. **7. No Liability** KSL shall not be responsible for or liable for any losses, damages, or claims arising directly or indirectly from reliance on AI/ML generated presentations or any output produced by the AI/ML. KSL shall not be liable for any loss, damage, or harm, whether direct, indirect, incidental, special, consequential, or punitive, arising from: • reliance on any AI-generated information; • business, financial, or investment decisions made based on such outputs; or • any inaccuracies, errors, or omissions in the responses. **8. Amendments** KSL reserves the right to modify, update, or withdraw these T&C's or its usage of AI/ML technologies at its sole discretion, subject to compliance with applicable laws and regulations"

Kotak Securities Ltd. Registered Address: 27 BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai 400051. SEBI Registration No. INZ000200137 (Member of NSE, BSE, MSE, MCX & NCDEX), Member Id: NSE-08081; BSE-673; MSE-1024; MCX-56285; NCDEX-1262. Research Analyst: INH000000586; BSE Enlistment No: 5035 for compliance T&C and disclaimers, Visit <https://bit.ly/longdisc> "

In case you require any clarification or have any query/concern, kindly write to us at Service.securities@kotak.com. For grievances write to KS.escalation@kotak.com and find Grievances Escalation matrix in the link below.

<https://www.kotakneo.com/disclaimer/commodities/>