

## COMMODITY DAILY REPORT (Metals & Energy)

19th September, 2018

### INTERNATIONAL MARKETS

#### COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Dec	27-Dec-18	14.19
Gold	Dec	27-Dec-18	1202.90
Crude Oil	Nov	22-Oct-18	69.59
Brent Crude Oil	Nov	28-Sep-18	79.03
Natural Gas	Oct	26-Sep-18	2.93

Closing as on 18.09.18

#### CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	72.70
Dollar Index	94.55
EUR / USD	1.1665
CRB Index	195.20

\*Closing as on 18.09.18

#### LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6003.00
Aluminum	Cash	2012.00
Zinc	Cash	2347.00
Lead	Cash	2046.00
Nickel	Cash	12320.00

Closing as on 18.09.18

#### SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	Oct	48620.00
Aluminum	Oct	14435.00
Zinc	Oct	21275.00
Lead	Oct	18685.00

Closing as on 18.09.18

### DOMESTIC MARKETS

#### MCX (BULLIONS AND ENERGY)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Silver	5-Dec-18	37438.00	Down	01.08.18	37956.00	38000.00
Gold	5-Oct-18	30793.00	Up	24.08.18	29903.00	30200.00
Crude Oil	19-Oct-18	5057.00	Up	29.08.18	4926.00	4850.00
Natural gas	25-Sep-18	211.70	Up	09.08.18	203.20	198.00

Closing as on 18.09.18

#### MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
<b>Copper</b>	<b>30-Nov-18</b>	<b>442.00</b>	<b>Up</b>	<b>18.09.18</b>	<b>442.00</b>	<b>420.00</b>
Aluminum	28-Sep-18	145.80	Up	28.08.18	148.50	143.00
Zinc	28-Sep-18	171.85	Down	11.09.18	169.00	177.00
Lead	28-Sep-18	150.05	Sideways	18.09.18	150.05	-
<b>Nickel</b>	<b>28-Sep-18</b>	<b>898.10</b>	<b>Down</b>	<b>04.09.18</b>	<b>891.90</b>	<b>930.00</b>

\*\*One has to follow the trend and see the price only at closing. This is not for Intra day trading.

Closing as on 18.09.18

### Market Update (Bullions)

Bullion counter may open on higher side on weakening local currency rupee. Gold can take support near 30550 and can face resistance near 30900 in MCX. While Silver can take support near 37250 and it has resistance near 37650. On the international market, Gold prices edged up on Wednesday as the dollar weakened despite another round of tit-for-tat tariffs in the Sino-U.S. trade dispute. Fundamentally, the intensifying U.S.-China trade dispute is the driver ahead of next week's FOMC meeting. Spot gold had climbed 0.1 percent to \$1,199.18 an ounce by 0044 GMT. U.S. gold futures were up 0.1 percent at \$1,203.70 an ounce. China and the United States plunged deeper into a trade war on Tuesday after Beijing added \$60 billion of U.S. products to its import tariff list in retaliation for President Donald Trump's planned levies on \$200 billion worth of Chinese goods. Back at home, the rupee Tuesday slid further 47 paise to settle at a record low of 72.98 against the US currency due to surging crude oil prices and escalating trade war worries.

### Market Update (Base Metals)

Base metals prices are likely to trade with an upside bias continuing yesterday gains on strong demand. Copper can face resistance near 448 and can take support near 435. Shanghai copper prices rose sharply in early trade on Wednesday, tracking a jump in London in the previous session and hitting a one-month high as investors shrugged off an escalation of the U.S.-China trade row. Chinese copper import premiums have risen to \$107.50 a tonne, the highest since October 2015, indicating strong demand for physical metal. Zinc can face resistance near 172 and support near 165. Zinc outperformed other metals, rising 0.8 percent \$2,338 a tonne in London and climbing 1.3 percent to 20,810 yuan in Shanghai. Lead can take support near 147 and can face resistance near 152. Nickel can take support near 890 while its upside will be capped near 910. On the international market, nickel has finally succumbed to the base metals price rout. It is still the best year-to-date performer among the core six metals traded on the London Metal Exchange (LME). But at a current \$12,400 per tonne, LME three-month metal is, like the rest of the pack, now trading below year-start levels. The excitement around the potential boost to nickel demand from its use in electric vehicle batteries hasn't been completely dispelled. But the "electric premium" in the price has been crushed by the broader market concerns about the escalating trade stand-off between the United States and China. Aluminium can trade sideways as it can take support near 144 and can face resistance near 148.

### Market Update (Energy)

Crude oil may trade on sideways path as investors will be eyeing the weekly inventory data which can show the drop in stockpiles. Oil prices on Wednesday pulled back from gains racked up the previous day, pushed down amid a surprise climb in U.S. crude stockpiles. U.S. crude inventories rose by 1.2 million barrels to 397.1 million in the week to Sept. 14, according to data released on Tuesday by the American Petroleum Institute (API). That compared with analyst expectations for a decrease of 2.7 million barrels.. Crude-oil investors also eyed the threat of new U.S. tariffs on Chinese goods, which could hurt demand for oil. Overall it can take support near 5010 and may face resistance near 5080 in MCX. Natural gas may open on higher side as it can test 214 in MCX. U.S. natural gas futures jumped by the most in a day since January, rising to a three-week high on forecasts for warmer weather and higher demand this week and next than previously expected as the cooling effect of Hurricane Florence wears off. The market participants have boosted their forecast for demand this week in the Lower 48 states to 81.7 billion cubic feet per day (bcfd) from 80.4 bcfd on Monday as power generators burn more gas to keep up with rising air conditioning use. That compared with 76.4 bcfd last week. Temperatures across much of the country have held at above-normal levels since the start of June and were forecast to remain higher than normal through the start of October before turning to near-normal levels.

**KEY ECONOMIC RELEASES**

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
19:30	ECB President Draghi Speaks	Med			Metal and Energy	
20:00	EIA Crude Oil Inventories	Med	-2.741M	-5.296M	Crude oil	Favourable
20:00	EIA Gasoline Inventories	Med	-0.104M	1.250M	Crude oil	Favourable

Vandana Bharti (AVP - Commodity Research)  
Sandeep Joon Sr. Research Analyst (Metal & Energy)

Boardline : 011-30111000 Extn: 625  
Boardline : 011-30111000 Extn: 683

vandanabharti@smcindiaonline.com  
sandeepjoon@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



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**Corporate Office:**  
11/6B, Shanti Chamber,  
Pusa Road, New Delhi - 110005  
Tel: +91-11-30111000  
www.smcindiaonline.com

**Mumbai Office:**  
Lotus Corporate Park, A Wing 401 / 402, 4th Floor,  
Graham Firth Steel Compound, Off Western  
Express Highway, Jay Coach Signal, Goreagon  
(East) Mumbai - 400063  
Tel: 91-22-67341600, Fax: 91-22-67341697

**Kolkata Office:**  
18, Rabindra Sarani, Poddar Court, Gate No-4,  
5th Floor, Kolkata - 700001  
Tel.: 033 6612 7000/033 4058 7000  
Fax: 033 6612 7004/033 4058 7004

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