

COMMODITY DAILY REPORT (Metals & Energy)

30th July, 2021

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	28-Sep-21	25.78
Gold	Aug	27-Aug-21	1832.30
Crude Oil	Sept	20-Aug-21	73.62
Brent Crude Oil	Sept	30-Jul-21	76.05
Natural Gas	Sept	27-Aug-21	4.06

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	74.25
Dollar Index	91.88
EUR / USD	1.19
CRB Index	232.84

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	9781.00
Aluminum	Cash	2556.50
Zinc	Cash	2984.50
Lead	Cash	2396.00
Nickel	Cash	19769.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	16-Aug-21	71460.00
Aluminum	16-Aug-21	19555.00
Zinc	16-Aug-21	22260.00
Lead	16-Aug-21	15860.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	25-Aug-21	14744.00	Sideways	17.03.21	14279.00	-
Silver	3-Sep-21	68200.00	Sideways	18.06.21	67598.00	-
Gold	5-Aug-21	48281.00	Up	08.04.21	46838.00	46500.00
Crude Oil	19-Aug-21	5447.00	sideways	19.07.21	4991.00	-
Natural gas	26-Aug-21	301.90	Up	16.04.21	200.20	260.00

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-21	757.55	Up	26.07.21	762.95	710.00
Aluminum	31-Aug-21	206.30	Up	10.06.20	138.40	175.00
Zinc	31-Aug-21	247.05	Up	11.05.20	156.60	220.00
Lead	31-Aug-21	177.20	Up	26.07.21	178.15	165.00
Nickel	31-Aug-21	1508.30	Up	05.07.21	1375.60	1300.00
MetIdx	20-Aug-21	16060.00	Up	26.07.21	15971.00	15400.00

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

All closing prices as on 29.07.21

Market Update (Bullions)

Gold may trade with bearish bias where it may take support near 47900 and could face resistance near 48400. Silver also trade with bearish bias where it may take support near 67500 whereas facing resistance near 68700. Gold prices held near a two-week high on Friday, and were set for their biggest weekly gain in more than two months, on renewed signs that the U.S. Federal Reserve may not taper economic support and hike interest rates in the near term. Spot gold was steady at \$1,827.70 per ounce. Bullion was on track for its biggest weekly gain since May 21, having risen 1.5% so far. U.S. gold futures eased 0.2% to \$1,827.70 per ounce. The dollar index was steady at a one-month low hit in the previous session, after the U.S. central bank said the job market still had "some ground to cover" before it would pull back on monetary stimulus. Data on Thursday showed the U.S. economy grew solidly in the second quarter, but fell short of analysts expectations. Holdings in the SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, rose 0.6% to 1,031.46 tonnes on Thursday, marking the first inflow in about a month. Gold prices will average a little above their current level of \$1,830 an ounce for the remainder of 2021 before edging lower next year as the global economy recovers and central banks begin to tighten monetary policy, a Reuters poll showed on Thursday. Silver dipped 0.3% to \$25.46 per ounce.

Market Update (Base Metals)

Base metals may trade with mixed bias. Copper (AUG) may trade with sideways to bearish bias where the support is seen near 753 and resistance near 760. Shanghai base metals basically trended higher after opening on Friday morning, as US dollar hit a month low overnight, and US economic data fell short of expectations. Meanwhile, their counterparts on LME generally went down. The union at BHP Group Ltd's Escondida copper mine in Chile, the world's largest, on Wednesday urged its members to vote to strike, saying the company was attempting to impose its will and its contract offer was "insufficient". Demand for commodities in China, the biggest consumer of raw materials, will likely slow in the second half of 2021, but copper demand should remain strong due to subsidies for offshore wind projects, consultants Wood Mackenzie said. Zinc may trade sideways to bearish bias support holds near 245 and resistance near 248. Lead may trade with trade bullish bias support holds at 176 resistance at 178. Nickel (AUG) may also witness selling pressure and move towards its support of 1490 whereas resistance holds near 1515. Buoyant demand for stainless steel, the main source of consumption for nickel, has bolstered prices in recent weeks, although investors are wary about increasing supply from top producer Indonesia. Factors such as rising coronavirus infection rates and a less favourable fundamental backdrop continue to pose downside risks, as will the threat of elevated trade tensions between the U.S. and China. Aluminum may move towards 208 whereas support is seen near 204. Cash aluminium on the LME has flipped to a \$10.50 premium against the three-month contract from a \$20 discount two weeks ago, pointing to tighter supply of quickly deliverable metal.

Market Update (Energy)

Crude oil may reverse the trend to bearish and move towards support. Intraday support holds at 5390 and could face resistance near 5470. Oil prices fell on Friday but were on track to post solid gains for the week with demand growing faster than supply, while vaccinations dampen the impact of a resurgence in coronavirus cases worldwide. Both benchmark contracts were headed for gains of around 2% for the week, buoyed by indications of tight crude supplies and strong demand in the United States, the world's biggest oil consumer. U.S. crude and gasoline inventories fell sharply in the latest week, with crude stocks at Cushing at their lowest since January 2020, reflecting strong demand growth. Covid-19 continues to inflict a devastating toll on the Americas, with Argentina, Colombia, Cuba, Ecuador and Paraguay among the countries with the world's highest weekly death rates, the Pan American Health Organization said. Even with coronavirus cases rising in the United States, all around Asia and parts of Europe, analysts said rising vaccination rates would limit the need for the harsh lockdowns that gutted demand during the peak of the pandemic last year. Analysts point to a rapid rebound in India's gasoline consumption and industrial production following its COVID-19 surge earlier this year as a sign that economies are more resilient to the pandemic. Natural Gas may trade with bearish bias support at 295 and resistance near 304.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable /Neutral
18:00	US Core PCE Price Index (YoY) (Jun)	High	3.7%	3.4%	Metal & Energy	Adverse
18:00	US Core PCE Price Index (MoM) (Jun)	High	0.6%	0.5%	Metal & Energy	Adverse
18:00	US Personal Income (MoM) (Jun)	High	-0.3%	-2.0%	Metal & Energy	Favorable
18:00	US Personal Spending (MoM) (Jun)	High	0.7%	0.9%	Metal & Energy	Favorable
19:15	US Chicago PMI (Jul)	High	64.6	66.1	Metal & Energy	Favorable
19:30	US Michigan Consumer Expectations (Jul)	High	78.4	83.5	Metal & Energy	Favorable
19:30	US Michigan Consumer Sentiment (Jul)	High	80.8	85.5	Metal & Energy	Favorable

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