

COMMODITY DAILY REPORT (Metals & Energy)

22nd July, 2019

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-19	16.20
Gold	Aug	28-Aug-19	1426.70
Crude Oil	Sep	20-Aug-19	55.76
Brent Crude Oil	Sep	31-July-19	62.47
Natural Gas	Aug	29-July-19	2.25

Closing as on 19.07.19

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.85
Dollar Index	97.15
EUR / USD	1.1220
CRB Index	186.29

*Closing as on 19.07.19

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	6066.00
Aluminum	Cash	1833.00
Zinc	Cash	2427.00
Lead	Cash	2071.50
Nickel	Cash	14425.00

Closing as on 19.07.19

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	15-Aug-19	47500.00
Aluminum	15-Aug-19	13900.00
Zinc	15-Aug-19	19535.00
Lead	15-Aug-19	16585.00

Closing as on 19.07.19

DOMESTIC MARKETS

MCX (BULLIONS AND ENERGY)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Silver	5-Sep-19	40682.00	Up	19.06.19	37304.00	39400.00
Gold	5-Aug-19	35036.00	Up	31.05.19	32266.00	34000.00
Crude Oil	19-Aug-19	3828.00	Sideways	18.07.19	3835.00	-
Natural gas	26-July-19	155.60	Sideways	12.07.19	169.00	-

Closing as on 19.07.19

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-July-19	456.50	Up	17.07.19	446.75	435.00
Aluminum	31-July-19	143.00	Sideways	22.05.19	144.30	-
Zinc	31-July-19	190.60	Down	01.05.19	219.75	211.00
Lead	31-July-19	152.55	Down	01.05.19	129.75	160.00
Nickel	31-July-19	1011.10	Up	10.07.19	915.30	970.00

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

Closing as on 19.07.19

Market Update (Bullions)

Bullion counter may trade on sideways path. Gold prices inched lower on Monday, extending losses after the metal hit a six-year peak on Friday, as investors rolled back expectations for a sharp interest rate cut at the end of this month, while tensions in the Middle East limited losses for the bullion. Expectations of an aggressive interest rate cut rose after New York Federal Reserve President John Williams argued for pre-emptive stimulus in a speech last week. But a subsequent clarification that his remarks were academic and "not about potential policy actions" shredded prospects for a 50-basis-point rate cut at the end of the month. Gold can take support near 35000 and resistance near 35300 and silver can take support near 40700 and resistance near 41400. Expectations for a rate cut of half a percentage point at the Fed's July 30-31 meeting edged out further on Monday to hit 14.5%, according to CME's FedWatch tool, down from as high as 71% last week. Meanwhile, confrontation in the global oil trade's most important waterway has escalated with footage showing the Iranian military defying a British warship when it seized a tanker in the Strait of Hormuz on Friday. Hedge funds and money managers raised their bullish stance in COMEX gold in the week to July 16, the U.S. Commodity Futures Trading Commission (CFTC) said in a report on Friday.

Market Update (Base Metals)

Base metals may trade with upside path. China will further ease its economic policy to deal with a prolonged and costly trade war with the United States, but it would save more aggressive measures as last resorts should the dispute get uglier, policy sources say. Copper may move higher towards 462 while taking support near 454. Zinc can test 194 while taking support near 190. Lead may take support near 150 while resistance near 156. Nickel may move lower towards 1085 while taking resistance near 1025. Nickel prices fell on Monday as a buying spree that sent the metal used mostly in making stainless steel to its highest in more than a year, started to lose steam. Three-month nickel on the London Metal Exchange (LME) fell 1.2% to \$14,555 a tonne, while the most-traded nickel contract on the Shanghai Futures Exchange dropped 2.3% to 114,920 yuan (\$16,708.35) a tonne. China will further ease its economic policy to deal with a prolonged and costly trade war with the United States, but it would save more aggressive measures as last resorts should the dispute get uglier, policy sources say. Aluminum may test 144 while taking support near 142.

Market Update (Energy)

Crude oil may trade on upside path as oil prices rose on Monday amid high tensions in the Middle East after a British tanker was seized by the Iranian military at the end of last week. Iran's Revolutionary Guards said they had captured a British-flagged oil tanker in the Gulf after Britain seized an Iranian vessel earlier this month, ratcheting up tensions along a vital international oil shipping route. Britain was weighing its next moves on Sunday, with few good options apparent as a recording emerged showing that the Iranian military defied a British warship when it boarded and seized the ship three days ago. Prime Minister Theresa May's office said she would chair a meeting of Britain's emergency response committee on Monday morning to discuss the crisis. Crude oil may move towards 3930 while taking support near 3850. The International Energy Agency (IEA) does not expect oil prices to rise significantly because demand is slowing and there is a glut in global crude markets. The IEA is reducing its 2019 oil demand growth forecast to 1.1 million barrels per day from 1.2 million bpd due to a slowing global economy. Natural gas may dip lower as it can test 154 while taking resistance near 160. The number of rigs drilling for natural gas in the United States rose by 2 this week to 174, data from oil services firm Baker Hughes showed on Friday.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable / Neutral
-	-	-	-	-	-	-
-	-	-	-	-	-	-

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



Moneywise. Be wise.

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

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd.) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities/commodities market.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject commodity.

DISCLAIMER: This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions.

Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the commodity thereof, mentioned here in or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodities discussed herein(c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.