

COMMODITY DAILY REPORT (Metals & Energy)

11th July, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-18	16.09
Gold	Aug	29-Aug-18	1255.40
Crude Oil	Aug	20-July-18	74.11
Brent Crude Oil	Sep	31-July-18	78.86
Natural Gas	Aug	27-July-18	2.79

Closing as on 10.07.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.75
Dollar Index	94.21
EUR / USD	1.1742
CRB Index	203.24

*Closing as on 10.07.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6308.00
Aluminum	Cash	2140.50
Zinc	Cash	2658.00
Lead	Cash	2283.00
Nickel	Cash	13960.00

Closing as on 10.07.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	July	49570.00
Aluminum	July	14030.00
Zinc	July	22020.00
Lead	July	20590.00

Closing as on 10.07.18

DOMESTIC MARKETS

MCX (BULLIONS AND ENERGY)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Silver	5-Sep -18	39793.00	Up	04.07.18	39919.00	38900.00
Gold	3-Aug -18	30528.00	Down	15.06.18	31000.00	30700.00
Crude Oil	19-July -18	5071.00	Up	22.06.18	4672.00	4940.00
Natural gas	26-July -18	192.20	Sideways	09.07.18	194.50	-

Closing as on 10.07.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-18	433.10	Down	18.06.18	468.75	445.00
Aluminum	31-July-18	143.25	Down	23.04.18	151.00	150.00
Zinc	31-July-18	181.35	Down	21.06.18	201.60	190.00
Lead	31-July-18	159.00	Down	21.08.18	161.90	165.00
Nickel	31-July-18	971.00	Down	04.07.18	970.90	990.00

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

Closing as on 10.07.18

Market Update (Bullions)

Bullion counter may open on negative path as the US dollar firmed amid an escalating trade spat between the United States and China. Gold can take support near 30400 and can face resistance near 30650 in MCX. Meanwhile Silver can take support near 39500 and resistance near 39950. The Trump administration raised the stakes in its trade war with China on Tuesday, saying it would slap 10 percent tariffs on an extra \$200 billion worth of Chinese imports. Last week, Washington imposed 25 percent tariffs on \$34 billion of Chinese imports, and Beijing responded immediately with matching tariffs on the same amount of US exports to China. More American workers voluntarily quit their jobs in May, government data showed on Tuesday, a sign of confidence in the labour market that economists say will soon boost wage growth. British Prime Minister Theresa May won the support of senior ministers and an endorsement from Europe's most powerful leader, Angela Merkel, on Tuesday, surviving the explosive resignations of two top cabinet members in protest at her Brexit plans.

Market Update (Base Metals)

Base metals counter may open sharply lower amid trade war tensions between US and China. Copper and zinc prices slumped to their weakest in about a year while other metals also sank in a broad selloff on Wednesday after the United States raised the stakes in a trade war with China with threats of more tariffs. The Trump administration said it would slap 10 percent tariffs on another \$200 billion worth of Chinese imports, raising fears the festering trade dispute between the world's two biggest economies could hit global growth. Copper can slip lower towards 420 while its upside will be capped near 435. Chilean copper production increased by 6.1 percent in May from a year earlier to 494,500 tonnes in its best monthly performance so far this year, driven by the country's largest mines, Chilean copper commission Cochilco said on Tuesday. Zinc can face resistance near 184 and support near 175 while lead can take support near 153 and can face resistance near 161. Nickel may slip lower towards 940 while upside will be capped near 970. Aluminium can face resistance near 145 while it can take support near 140 in MCX. A smelter based in China's central Henan province will move more than 300,000 tonnes of annual aluminium smelting capacity to Liaoning province in the northeast, in line with the government's policy allowing replacement of outdated plants.

Market Update (Energy)

Crude oil may witness some profit booking at higher levels. Oil prices fell on Wednesday, with Brent dropping by more than \$1 at one point, after U.S. President Donald Trump threatened to levy new trade tariffs on China. The spectre of tariffs on a further \$200 billion worth of Chinese goods sent commodities lower along with stock markets, with trade tensions between the world's two biggest economies intensifying. U.S. crude inventories fell last week by 6.8 million barrels, according to data from industry group, the American Petroleum Institute. Crude oil can take support near 5020 and may face resistance near 5100 in MCX. Natural gas may trade with weak bias as it can take support near 190 and resistance near 195 in MCX. U.S. natural gas futures fell to a near nine-week low on Tuesday as production remained near a record high and on forecasts for less hot weather and demand next week than previously expected. In recent months, the biggest factor affecting the gas market has been speculation on whether production, which is at record levels, would be enough to cut the vast storage deficit and boost stockpiles to near-normal levels before next winter.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18:00	US PPI (MoM) (Jun)	High	0.20%	0.50%	Metal and Energy	Adverse
20:00	EIA Crude Oil Inventories	High	-4.489M	1.245M	Crude oil	Favourable
20:00	EIA Gasoline Inventories	High	-0.750M	-1.505M	Crude oil	Adverse

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