

COMMODITY DAILY REPORT (Metals & Energy)

21st May, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	July	27-Jul-18	16.46
Gold	June	27-Jun-18	1291.30
Crude Oil	July	20-June-18	71.37
Brent Crude Oil	July	31-May-18	78.51
Natural Gas	June	29-May-18	2.85

Closing as on 18.05.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	67.99
Dollar Index	93.71
EUR / USD	1.1775
CRB Index	208.12

*Closing as on 18.05.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6783.50
Aluminum	Cash	2297.00
Zinc	Cash	3080.50
Lead	Cash	2330.50
Nickel	Cash	14750.00

Closing as on 18.05.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	June	51050.00
Aluminum	June	14750.00
Zinc	June	23815.00
Lead	June	19545.00

Closing as on 18.05.18

DOMESTIC MARKETS

MCX (BULLIONS AND ENERGY)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Silver	5-Jul -18	40195.00	Up	10.05.18	40390.00	39500.00
Gold	5-Jun -18	31091.00	Up	10.05.18	31365.00	30800.00
Crude Oil	19-June -18	4874.00	Up	09.05.18	4799.00	4650.00
Natural gas	25-May -18	194.30	Up	23.04.18	182.30	183.00

Closing as on 18.05.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	29-Jun-18	462.15	Up	18.04.18	459.10	455.00
Aluminum	31-May-18	154.80	Down	23.04.18	151.00	160.00
Zinc	31-May-18	211.10	Sideways	18.05.18	211.10	-
Lead	31-May-18	158.65	Up	14.05.18	161.05	154.00
Nickel	31-May-18	995.70	Sideways	16.05.18	978.20	-

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

Closing as on 18.05.18

Market Update (Bullions)

Bullion counter may open in red amid firm greenback and as demand for safe-haven assets eased after US Treasury Secretary Steven Mnuchin stated that US trade war with China was "on hold". On domestic bourses some strength in local currency can also cap the upside. Gold can take support near 30900 and can face resistance near 31200 in MCX. Meanwhile silver can take support near 40000 and can face resistance near 40300. The dollar index, which measures the greenback against a basket of six major currencies, hit a five-month high of 93.860 early Monday. US stock futures jumped on Monday as Mnuchin said the US trade war with China was "on hold" after the world's two largest economic powers agreed to drop their tariff threats while they work on a wider trade agreement. Mnuchin and US President Donald Trump's top economic adviser, Larry Kudlow, said the agreement reached by Chinese and American negotiators on Saturday set up a framework for addressing trade imbalances in the future. Italy's two anti-establishment parties promised on Friday to ramp up spending in a programme for a new coalition government, putting them on a collision course with the European Union despite having dropped some of their most radical proposals. Hedge funds and money managers cut their net long position in COMEX gold contracts in the week to May 15, US Commodity Futures Trading Commission (CFTC) data showed on Friday.

Market Update (Base Metals)

In base metals pack some short covering can be seen in copper and lead. Copper may take support near 460 and can face resistance near 466. London copper edged higher on Monday after a truce in a trade row between China and the United States soothed concerns the dispute could escalate, however headwinds from a stronger dollar capped gains. The U.S. trade war with China is "on hold" after the world's largest economies agreed to drop their tariff threats while they work on a wider trade agreement, U.S. Treasury Secretary Steven Mnuchin said on Sunday. Zinc can trade sideways as it can take support near 209 and resistance near 213 while lead can also trade sideways as it can take support near 157 and resistance near 161. Nickel can face resistance near 1000 and can dip towards 975 Aluminium may move also dip lower towards 153 in MCX. UC Rusal has not yet received any formal notice that sanctions target Oleg Deripaska has resigned from his board position at major Rusal shareholder, the aluminium maker said on Monday.

Market Update (Energy)

Crude oil may remain on firm note as it can take support near 4830 and recover towards 4900 in MCX. Oil prices rose on Monday as markets reacted to news that China and the United States have put a looming trade war between the world's two biggest economies "on hold". Still, crude prices were some way off the November 2014 highs reached last week as many traders and analysts say there is enough supply to meet demand despite ongoing production cuts led by the Organization of the Petroleum Exporting Countries (OPEC), plunging output in crisis-struck Venezuela and looming U.S. sanctions against major oil producer Iran. The U.S. oil rig count, an early indicator of future output, was at 844, according to energy services firm Baker Hughes. That was the same count as the week before, which marked the highest level since March 2015. Natural gas can trade sideways in range of 191-195 in MCX. Meteorologists forecast temperatures will remain higher than normal through the first week of June. That warmth in May has had the effect of cutting heating demand without sparking much air conditioning use.

KEY ECONOMIC RELEASES

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

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