

COMMODITY DAILY REPORT (Metals & Energy)

6th July, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-18	16.10
Gold	Aug	29-Aug-18	1258.80
Crude Oil	Aug	20-July-18	72.94
Brent Crude Oil	Sep	31-July-18	77.39
Natural Gas	Aug	27-July-18	2.84

Closing as on 05.07.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.87
Dollar Index	94.38
EUR / USD	1.1689
CRB Index	202.40

*Closing as on 05.07.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6399.50
Aluminum	Cash	2127.00
Zinc	Cash	2127.00
Lead	Cash	2373.00
Nickel	Cash	14170.00

Closing as on 05.07.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	July	49520.00
Aluminum	July	13880.00
Zinc	July	22075.00
Lead	July	20790.00

Closing as on 05.07.18

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	39881.00	Up	04.07.18	39919.00	38900.00
Gold	3-Aug -18	30650.00	Down	15.06.18	31000.00	30700.00
Crude Oil	19-July -18	5039.00	Up	22.06.18	4672.00	4900.00
Natural gas	26-July -18	196.50	Up	23.04.18	182.30	196.00

Closing as on 05.07.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-18	433.50	Down	18.06.18	468.75	447.00
Aluminum	31-July-18	143.70	Down	23.04.18	151.00	150.00
Zinc	31-July-18	187.30	Down	21.06.18	201.60	195.00
Lead	31-July-18	163.15	Down	21.08.18	161.90	168.00
Nickel	31-July-18	977.00	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 05.07.18

Market Update (Bullions)

Bullion counter may trade on sideways path amid uncertainty regarding global trade war tensions as investors will await the outcome of nonfarm payroll data later today. Gold (Aug) can take support near 30500 and can move towards 30800 in MCX. Meanwhile Silver (Sep) can take support near 39600 and resistance near 40200. Gold prices were largely unchanged on Friday as the dollar inched down and after minutes of the U.S. Federal Reserve June policy meeting were in line with market expectations for further interest rate increases this year. Market participants were also keeping a close eye on festering trade conflict between the United States and China, ahead of a U.S. deadline to impose tariffs on Chinese imports on Friday. U.S. central bankers discussed whether recession lurked around the corner and expressed concerns global trade tensions could hit an economy that by most measures looked strong, minutes of the Federal Reserve's last policy meeting on June 12-13 released on Thursday showed. The minutes, which described a meeting in which the Fed raised interest rates for the second time this year, also suggested policymakers might soon signal the central bank's rate-hiking cycle was advanced enough that policy was no longer boosting or constraining the economy.

Market Update (Base Metals)

Base metals counter may remain on weaker side on fear of escalation of global trade war. President Donald Trump said on Thursday the United States may ultimately impose tariffs on more than a half-trillion dollars' worth of Chinese goods as the world's two largest economies hurtled toward the start of a trade war. Copper can take support near 420 and resistance near 435. London copper traded lower for a fifth session on Friday, hours before the United States imposes tariffs on \$34 billion worth of goods from China, which has vowed to respond in a trade row that is expected to weigh on demand for industrial metals. Copper, seen as a bellwether for economic health, struck a fresh 11-month low in London, where it is down 4.9 percent so far this week, putting it on track for its steepest weekly drop since the week ending Nov. 20, 2015. Zinc can take support near 185 and resistance near 190 while lead can take support near 160 and can face resistance near 165. Zinc fell 0.6 percent in Shanghai and London, where it hit a one-year low on Thursday amid rising supply. The metal is set for a drop of 5.6 percent in Shanghai and 5.9 percent in London this week, which would be its steepest weekly falls since December 2016 and April 2016, respectively. Nickel may take support near 960 and can face resistance near 980. Aluminium can take support near 141 and resistance near 145 in MCX.

Market Update (Energy)

Crude oil may witness some profit booking at higher levels as oil prices dipped on Friday in a nervous market ahead of a raft of import tariffs expected to be imposed later in the day by the world's two biggest economies, the United States and China. Crude oil can take support near 5000 and may face resistance near 5100 in MCX. Weighing on prices was a rise in U.S. crude inventories of 1.2 million barrels in the week to June 29, to 417.88 million barrels, the U.S. Energy Administration (EIA) said on Thursday. China says it will retaliate, and U.S. President Trump said on Thursday he may ultimately impose tariffs on more than a half-trillion dollars worth of Chinese goods. Beijing has threatened a 25 percent tariff on U.S. crude imports, although it has not specified an introduction date. American crude shipments to China are around 400,000 barrels per day (bpd), worth \$1 billion a month at current prices. Natural gas may trade with sideways bias as it can take support near 194 and resistance near 198 in MCX. Today inventory data will be eagerly watched by the investors which can show increased figures. U.S. natural gas futures slipped 1 percent on Thursday to hit a more than six-week low, weighed down by record production.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18:00	US Nonfarm Payrolls (Jun)	High	200K	223K	Metal and Energy	Adverse
18:00	US Unemployment Rate (Jun)	High	3.80%	3.80%	Metal and Energy	Neutral
20:00	EIA Natural Gas Storage	High	75B	66B	Natural gas	Adverse

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.