

COMMODITY DAILY REPORT (Metals & Energy)

18th July, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-18	15.62
Gold	Aug	29-Aug-18	1227.30
Crude Oil	Aug	20-July-18	68.08
Brent Crude Oil	Sep	31-July-18	72.16
Natural Gas	Aug	27-July-18	2.74

Closing as on 17.07.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.42
Dollar Index	95.05
EUR / USD	1.1659
CRB Index	196.07

*Closing as on 17.07.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6141.50
Aluminum	Cash	2110.00
Zinc	Cash	2548.00
Lead	Cash	2164.00
Nickel	Cash	13460.00

Closing as on 17.07.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	July	48490.00
Aluminum	July	13950.00
Zinc	July	21065.00
Lead	July	19915.00

Closing as on 17.07.18

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	38520.00	Up	04.07.18	39919.00	38900.00
Gold	3-Aug -18	29729.00	Down	15.06.18	31000.00	30300.00
Crude Oil	19-July -18	4669.00	Down	12.07.18	4780.00	4850.00
Natural gas	26-July -18	187.90	Down	17.07.18	187.90	200.00

Closing as on 17.07.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-18	417.85	Down	18.06.18	468.75	435.00
Aluminum	31-July-18	138.95	Down	23.04.18	151.00	147.00
Zinc	31-July-18	173.00	Down	21.06.18	201.60	180.00
Lead	31-July-18	148.20	Down	21.08.18	161.90	157.00
Nickel	31-July-18	923.60	Down	04.07.18	970.90	960.00

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

Closing as on 17.07.18

Market Update (Bullions)

Bullion counter may continue to move downwards as surge in greenback after Federal Reserve Chairman Jerome Powell's U.S. economic outlook reinforced views the central bank is on track to steadily hike interest rates. With the U.S. economy firing on all cylinders, the Fed should ease away from monetary policy accommodation and move interest rates up far enough to prevent unwanted inflation but not so fast that a recession ensues, another U.S. central banker said Tuesday. Gold can take support near 29500 and can face resistance near 29900 in MCX. Meanwhile Silver can take support near 38300 and resistance near 38900. U.S. President Trump tried on Tuesday to calm a storm over his failure to hold Russian President Vladimir Putin accountable for meddling in the 2016 U.S. election, saying he misspoke in a joint news conference in Helsinki. British Prime Minister Theresa May narrowly avoided a defeat in parliament at the hands of pro-EU lawmakers from her own party on Tuesday, fending off a rebellion that had threatened to deepen a crisis over her Brexit strategy.

Market Update (Base Metals)

Base metals counter may open in green tracking bounce back in international markets. Copper can witness lower level buying as it can take support near 415 while its upside will be capped near 424. On-warrant copper inventories available to the market in LME-registered warehouses rose 4,175 tonnes to 225,975 tonnes, the highest in a month. The discount of cash copper to the three-month contract has also grown from around zero at the start of July to \$36, signalling greater availability of metal. Zinc can face resistance near 175 and support near 170 while lead can take support near 146 and can face resistance near 150. Shanghai zinc was on course for its first rise in seven trading days on Wednesday, moving away from the previous session's one-year low as it tracked Tuesday's gains in London, where zinc inventories have fallen for six straight days. The metal, used to galvanise steel, is still down 11.6 percent so far this month in Shanghai on concerns about oversupply. Nickel can take support near 915 while its upside will be capped near 940. Aluminium can face resistance near 141 while it can take support near 136 in MCX.

Market Update (Energy)

Crude oil may trade with sideways to weak bias as global oil prices dropped on Wednesday after an industry group reported that U.S. crude inventories rose last week, defying analyst expectations for a significant reduction. The benchmarks had steadied after big declines on Monday and last week as supply disruptions in Venezuela came to the fore and as analysts had been forecasting a decline of 3.6 million barrels in U.S. inventories for the week through July 13. But the spectre of oversupply quickly returned, with a rise of more than 600,000 barrels in U.S. crude stockpiles, reported by the American Petroleum Institute late on Tuesday. On the demand-side, intensifying risks over trade tensions between the United States and China could drag on the global economic outlook. Crude oil can take support near 4620 and may face resistance near 4720 in MCX. Natural gas may trade with weak bias as it can take support near 185 while it has resistance near 190 in MCX. U.S. natural gas futures fell to a near 10-week low on Tuesday as the market focused more on record production and forecasts for less hot weather across much of the country over the next two weeks than a heat wave blanketing Texas this week.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18:00	US Building Permits (Jun)	High	1.330M	1.301M	Metal and Energy	Favourable
19:30	US Fed Chair Powell Testifies	High			Metal and Energy	
20:00	EIA Crude Oil Inventories	High	-3.622M	-12.633M	Crude oil	Favourable
20:00	EIA Gasoline Inventories	High	-0.044M	-0.694M	Crude oil	Adverse

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