

**COMMODITY DAILY REPORT (Metals & Energy)**
**3rd December, 2019**
**INTERNATIONAL MARKETS**
**COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)**

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Mar	27-Mar-20	16.97
Gold	Feb	26-Feb-20	1469.20
Crude Oil	Jan	19-Dec-19	55.96
Brent Crude Oil	Feb	30-Dec-19	60.92
Natural Gas	Jan	27-Dec-19	2.33

Closing as on 02.12.19

**CURRENCY / COMMODITY INDEX**

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	71.62
Dollar Index	97.89
EUR / USD	1.1077
CRB Index	186.71

\*Closing as on 02.12.19

**LME (BASE METALS) (\$ per tonnes)**

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	5855.50
Aluminum	Cash	1789.50
Zinc	Cash	2285.50
Lead	Cash	1912.00
Nickel	Cash	13625.00

Closing as on 02.12.19

**SHFE (BASE METALS) (Yuan per tonnes)**

COMMODITY	MONTH	CLOSING PRICE
Copper	16-Dec-19	47200.00
Aluminum	16-Dec-19	13985.00
Zinc	16-Dec-19	18010.00
Lead	16-Dec-19	15495.00

Closing as on 02.12.19

**DOMESTIC MARKETS**
**MCX / ICEX**

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Silver	5-Mar-20	44730.00	Down	07.11.19	44168.00	45500.00
Gold	5-Feb-20	37949.00	Down	07.11.19	37575.00	38300.00
Crude Oil	18-Dec-19	4008.00	Sideways	29.11.19	3980.00	
Natural gas	26-Dec-19	168.00	Down	19.11.19	181.00	190.00
Diamond 1ct (ICEX)	3-Jan-20	3590.55	Up	27.08.19	3591.00	3500.00

Closing as on 02.12.19

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Dec-19	432.10	Down	03.10.19	436.05	446.00
Aluminum	31-Dec-19	134.60	Down	14.11.19	131.65	135.00
Zinc	31-Dec-19	182.20	Sideways	21.11.19	186.55	-
Lead	31-Dec-19	152.35	Sideways	29.10.19	160.05	-
Nickel	31-Dec-19	1009.90	Down	12.11.19	1148.90	1060.00
Steel long (ICEX)	3-Jan-20	29220.00	Sideways	28.11.19	29340.00	-

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

Closing as on 02.12.19

### Market Update (Bullions)

Bullion counter may trade on weaker path. Gold Feb can dip towards 37700 while taking resistance near 38000 and silver Mar can test 44300 while taking resistance near 44600. Gold steadied on Monday after paring losses as weak U.S. manufacturing data rekindled worries about a slowing economy, while palladium exceeded \$1,860 per ounce in its week-long surge to new all-time highs on a supply crunch. The notion is that the U.S. Federal Reserve is done cutting (interest rates) for now and we'll need to see a trend in weaker data through early 2020 to convince the market that we're going to get more cuts. Until then, there's no real impetus to see gold rally. The Fed cut rates three times this year and has one more meeting on Dec. 10-11. However, investors now see the Fed keeping interest rates unchanged until at least mid-2020. Markets also awaited clarity on an interim U.S.-China trade deal.

### Market Update (Base Metals)

Base metals may trade with sideways to upside bias. Copper may recover towards 436 while taking support near 432. London copper prices slid on Tuesday, with most industrial metals coming under pressure, as manufacturing data from China failed to assuage lingering doubts of an economic slowdown. Zinc can dip towards 181 while taking resistance near 185. Zinc sank to its lowest in nearly three months on Monday and other industrial metals also posted losses as investors doubted that upbeat manufacturing data in China pointed to an economic recovery. The net speculative short position of LME zinc has risen to 14.7% of open interest, a level not seen since late September. Lead may trade sideways as it can take support near 151 and resistance at 154. Nickel may remain on weaker side as it can test 1000 while taking resistance 1025. Aluminum may recover towards 136 while taking support near 133. Norsk Hydro, one of the world's biggest aluminium producers, plans to cut production by 20% at its majority-owned Slovalco plant in Slovakia, citing a weakening market. The weak aluminium market has led to rising inventories. On-warrant LME stocks, material not earmarked for delivery, reached 1,114,650 tonnes, the highest since Feb. 22.

### Market Update (Energy)

Crude oil may witness some bounce back as oil prices rose for a second day on Tuesday as Saudi Arabia, the de facto OPEC leader and the world's biggest oil exporter, is pushing producers to deepen a supply cut agreement when suppliers meet this week, potentially lowering supply in 2020. The Organization of the Petroleum Exporting Countries (OPEC) and its allies, a group known as OPEC+, are discussing a plan to increase its existing 1.2 million barrels per day (bpd) supply cut by 400,000 bpd and extend the pact until June, two sources familiar with the matter said. Crude oil can recover towards 4060 while taking support near 3980. OPEC ministers will meet in Vienna on Thursday and the wider OPEC+ group will gather on Friday. Concerns about the inability of the United States and China, the world's two biggest oil users, to come to a preliminary agreement to resolve their 17-month trade dispute also weighed on oil prices, along with discouraging U.S. economic data. Natural gas can open on weaker note as it can test 165 while taking resistance near 171.

**KEY ECONOMIC RELEASES**

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



Vandana Bharti (AVP - Commodity Research)  
Sandeep Joon Sr. Research Analyst (Metal & Energy)

E-mail: smc.care@smcindiaonline.com

Boardline : 011-30111000 Extn: 625  
Boardline : 011-30111000 Extn: 683

vandanabharti@smcindiaonline.com  
sandeepjoon@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 if 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.