

COMMODITY DAILY REPORT (Metals & Energy)

12th June, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	July	27-Jul-18	16.95
Gold	Aug	29-Aug-18	1303.20
Crude Oil	July	20-June-18	66.10
Brent Crude Oil	Aug	29-June-18	76.46
Natural Gas	July	27-June-18	2.95

Closing as on 11.06.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	67.47
Dollar Index	93.72
EUR / USD	1.18
CRB Index	204.12

*Closing as on 11.06.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	7,223.50
Aluminum	Cash	2,300.00
Zinc	Cash	3,221.00
Lead	Cash	2,480.00
Nickel	Cash	15,310.00

Closing as on 11.06.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	June	53800.00
Aluminum	June	14740.00
Zinc	June	24770.00
Lead	June	20825.00

Closing as on 11.06.18

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	40791.00	Up	11.06.18	40791.00	39800.00
Gold	3-Aug-18	31216.00	Sideways	06.06.18	30861.00	-
Crude Oil	19-June-18	4472.00	Down	25.05.18	4597.00	4550.00
Natural gas	26-June-18	198.70	Up	23.04.18	182.30	192.00

Closing as on 11.06.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	29-Jun-18	485.00	Up	05.06.18	474.80	472.00
Aluminum	29-Jun-18	156.80	Down	23.04.18	151.00	160.00
Zinc	29-Jun-18	218.00	Up	11.06.18	218.00	213.00
Lead	29-Jun-18	167.30	Up	14.05.18	161.05	163.00
Nickel	29-Jun-18	1028.60	Up	21.05.18	1000.00	1020.00

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

Closing as on 11.06.18

Market Update (Bullions)

Gold futures (Aug) is expected to trade sideways in the range of 31100-31300 with upside getting capped. On COMEX, Gold prices edged lower on Tuesday, weighed down by a stronger dollar amid encouraging signs ahead of an historic U.S.-North Korea summit and a likely interest rate hike by the U.S. Federal Reserve. Spot gold was down 0.2 percent at \$1,297.68 per ounce at 0046 GMT. U.S. gold futures for August delivery were 0.1 percent lower at \$1,301.60 per ounce. The dollar index, which measures the greenback against a basket of six major currencies, edged 0.3 percent higher at 93.819. The market participants may remain cautious ahead of the Federal Reserve, which meets this week, will likely raise its target interest rate to above the rate of inflation for the first time in a decade, igniting a new debate: when to stop. Large speculators cut their net bullish positioning in gold futures but upped their bullish stance in silver during the most recent reporting week for data compiled by the Commodity Futures Trading Commission. The number of gross long positions in gold fell by 7,855 lots, while the number of shorts declined by 4,734. Silver futures (July) is looking bullish & can test 41100 levels, taking positive cues from the international market. Meanwhile, in silver futures, money managers upped their net-long position to 4,619 lots from 791 the week before. This was mainly due to fresh buying, as gross longs climbed by 3,721 contracts.

Market Update (Base Metals)

Base metals counter are likely to witness consolidation in near term. A stronger greenback makes dollar-denominated metals more expensive for holders of other currencies and can weigh on prices. The dollar edged up to a three-week high against the yen on Tuesday, elevated by hopes that the closely watched U.S.-North Korea summit can pave the way towards a reduction in tensions between the two old foes. Copper on MCX is expected to trade sideways in the range of 482-487 levels. Shanghai copper slid for the first time in eight days on Tuesday, while London copper continued to lose ground as the dollar strengthened and BHP responded to a proposal from unionised workers at its Escondida copper mine in Chile. The most-traded August Copper contract on the Shanghai Futures Exchange fell as much as 1 percent to 53,730 yuan (\$8,386) a tonne and was trading down 0.8 percent at 0144 GMT. Nickel is expected to take support near 1020 levels & the downside may remain capped. On the international market, Nickel has seen a shift recently, with demand finally outpacing supply, making the price tick upwards over the month after a decade of the base metal being in surplus. Lead may trade sideways in the range of 166-169, while zinc will possibly trade with an upside bias & test 219-220 levels. The International Lead and Zinc Study Group (ILZSG) forecasts the usage and supply of both lead and zinc to increase in 2018, with refined lead metal set to rise by 2.7% against refined zinc's 2% increase. Aluminum is likely to trade sideways & witness a consolidation in the range of 155-158 levels. The market participants are cautious on the reports that German Chancellor Angela Merkel says Europe will implement counter measures against US tariffs on steel and aluminium.

Market Update (Energy)

Crude oil is expected to trade with an upside bias & test 4500-4520, taking support near 4425 level. On NYMEX, Oil prices edged up along with global markets on Tuesday on cautious optimism over the outcome of a summit between U.S. President Donald Trump and North Korean leader Kim Jong Un in Singapore. But movements in crude markets were limited as traders said they were reluctant to take on large new positions ahead of a meeting between producer cartel OPEC and some of its allies on June 22. Brent crude futures were trading at \$76.56 per barrel at 0201, up 10 cents from their last close. U.S. West Texas Intermediate (WTI) crude futures were at \$66.24 a barrel, up 14 cents from their last settlement. Crude has been supported by healthy demand and voluntary production cuts led by the Organization of the Petroleum Exporting Countries (OPEC), but analysts said oil markets were also currently heavily driven by public policy events and statements. The upside momentum shall stay in Natural gas as the counter is expected to take support near 196 levels & trade with an upside bias. U.S. natural gas futures rose to their highest in a week on Monday on forecasts for warmer-than-normal weather through the end of June that are expected to boost demand next week by more than previously expected. Traders noted the warmer weather would prompt power generators to burn more gas to keep air conditioners humming. That has raised concerns there may not be enough gas left over to fill storage tanks to normal levels before next winter even though production rose to record highs again over the weekend. Front-month gas futures rose 5.9 cents, or 2 percent, to settle at \$2.949 per million British thermal units, their highest close since June 1.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18.00	U.S Core CPI (MoM) (May)	HIGH	0.10%	0.10%	Bullions	Neutral

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