

COMMODITY DAILY REPORT (Metals & Energy)

16th June, 2021

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Jul	28-Jul-21	27.69
Gold	Jun	28-Jun-21	1854.50
Crude Oil	Jul	22-Jun-21	72.12
Brent Crude Oil	Aug	30-Jun-21	73.99
Natural Gas	Jul	28-Jun-21	3.24

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	73.35
Dollar Index	90.53
EUR / USD	1.21
CRB Index	224.27

LME (BASE METALS) (\$ per tonnes)

COMMODITY	CONTRACT	CLOSING PRICE
Copper	Cash	9552.50
Aluminum	Cash	2458.50
Zinc	Cash	2986.50
Lead	Cash	2167.50
Nickel	Cash	17909.00

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	15-Jul-21	70320.00
Aluminum	15-Jul-21	18935.00
Zinc	15-Jul-21	22500.00
Lead	15-Jul-21	15330.00

DOMESTIC MARKETS

MCX / ICEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Bulldex	24-Jun-21	15045.00	Sideways	17.03.21	14279.00	-
Silver	5-Jul-21	71248.00	Up	23.03.21	64972.00	68500.00
Gold	5-Aug-21	48424.00	Up	08.04.21	46838.00	46500.00
Crude Oil	21-Jun-21	5280.00	Up	24.11.20	3333.00	4650.00
Natural gas	25-Jun-21	237.70	Up	16.04.21	200.20	210.00

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	30-Jun-21	716.75	Sideways	16.03.21	669.30	-
Aluminum	30-Jun-21	193.90	Up	10.06.20	138.40	175.00
Zinc	30-Jun-21	240.45	Up	11.05.20	156.60	220.00
Lead	30-Jun-21	170.75	Sideways	12.03.21	160.00	-
Nickel	30-Jun-21	1293.60	Sideways	15.06.21	1293.60	-
MetIdx	21-June-21	14827.00	Sideways	15.06.21	14827.00	-

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

All closing prices as on 15.06.21

Market Update (Bullions)

Gold may trade with bearish bias where it may take support near 48250 and could face resistance near 48600. Silver may also extend the bearish rally towards 70900 whereas facing resistance near 71600. Gold prices edged lower on Wednesday due to a stronger dollar as investors look forward to the outcome of the U.S. Federal Reserve meeting for hints on tapering of economic support measures. Spot gold was down 0.2% at \$1,855.12 per ounce. U.S. gold futures were steady at \$1,856.20 per ounce. The dollar held steady near a one-month high against its rivals, making gold more expensive for holders of other currencies. U.S. retail sales dropped more than expected in May, data on Tuesday showed, while producer prices jumped by 6.6% year-over-year during the month, the largest gain since November 2010. The U.S. central bank is expected to acknowledge the first conversations among its policymakers on when and how fast to pare back the massive bond-buying program launched in 2020 at its policy meeting later in the day. Recent data showing a spike in U.S. consumer prices have raised concerns over rising inflation. But, Fed officials have said rising inflationary pressures are transitory and ultra-easy monetary settings will stay in place for some time. Demand for gold from jewellers and central banks will recover in 2021 but remain below pre-pandemic levels, while buying of bullion by exchange traded funds (ETFs) will fall sharply, consultants Metals Focus said. Silver eased 0.1% to \$27.62 per ounce.

Market Update (Base Metals)

Base metals may trade with bearish bias. Copper may trade with sideways to bearish bias where the support is seen near 712 and resistance near 719. The price of copper tumbled 5% to a seven-week low on Tuesday amid concerns that China will gradually release its stockpiles in the coming months. China's state planner renewed its pledge to step up monitoring of commodity prices and strengthen supervision of spot and futures markets, as domestic producer inflation hit its highest in more than 12 years. China's state reserves administration plans to sell its reserves of copper, aluminium and zinc in a programme expected to last until the end of 2021, Chinese information provider Shanghai Metal Exchange Market said. Zinc may trade sideways to bearish bias support holds near 238 and resistance near 241. Lead may trade with trade with bearish bias support holds at 168 resistance at 172. ILZSG anticipates the global supply of refined lead metal will exceed demand by 96,000 tonnes in 2021. Nickel may witness selling pressure and move towards its support of 1280 whereas resistance holds near 1300. Continuing uncertainties about the extent of nickel demand and supply growth have created a volatile market. Aluminum may extend the bearish towards 192 whereas resistance is seen near 195. China is looking to release 800,000-900,000 tonnes of primary aluminium from its state reserves as soon as next month to ease high prices for the metal.

Market Update (Energy)

Crude oil may continue to trade with bullish bias where support holds at 5260 and could face resistance near 5350. Oil prices rose on Wednesday, with Brent gaining for a fifth consecutive session, as falling stockpiles and a recovery in demand encouraged investors. The crude demand outlook is very robust as recoveries across the US, Europe and Asia, will have demand return to pre-COVID levels in the second half of next year. U.S. oil inventories dropped by 8.5 million barrels in the week ended June 11, according to two market sources, citing American Petroleum Institute figures on Tuesday. Executives from major oil traders said on Tuesday they expected prices to remain above \$70 a barrel and demand to return to pre-pandemic levels in the second half of 2022. Even the return of Iranian exports if the United States rejoins a nuclear agreement and lifts sanctions on Tehran is unlikely to change the bullish picture. Indirect discussions between the United States and Iran, along with other parties to the 2015 deal on Tehran's nuclear programme, resumed on Saturday in Vienna and were described as "intense" by the European Union. A U.S. return to the deal would pave the way for the lifting of sanctions on Iran that would allow the OPEC member to resume exports of crude. Natural Gas may trade within a tight range with bullish bias support at 234 and resistance near 239.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable /Neutral
18:00	US Building Permits (May)	High	1.730M	1.733M	Metal & Energy	Favorable
18:00	US Export Price Index (MoM) (May)		High	0.8%	0.8%	Metal & EnergyNeutral
18:00	US Housing Starts (May)	High	1.630M	1.569M	Metal & Energy	Adverse
18:00	US Import Price Index (MoM) (May)	High	0.8%	0.7%	Metal & Energy	Adverse
20:00	EIA Crude Oil Inventories	High	-3.000M	-5.241M	Metal & Energy	Favorable
20:00	EIA Gasoline Inventories	High	-0.700M	7.046M	Metal & Energy	Favorable
23:30	Fed Interest Rate Decision	High		0.25%	Metal & Energy	

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