

## COMMODITY DAILY REPORT (Metals & Energy)

23rd July, 2018

### INTERNATIONAL MARKETS

#### COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-18	15.55
Gold	Aug	29-Aug-18	1231.10
Crude Oil	Sep	21-Aug-18	68.26
Brent Crude Oil	Sep	31-July-18	73.07
Natural Gas	Aug	27-July-18	2.76

Closing as on 20.07.18

#### CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.73
Dollar Index	94.29
EUR / USD	1.1718
CRB Index	196.36

\*Closing as on 20.07.18

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

COMMODITY		CLOSING PRICE
Copper	Cash	6073.00
Aluminum	Cash	2075.00
Zinc	Cash	2635.00
Lead	Cash	2100.00
Nickel	Cash	13425.00

Closing as on 20.07.18

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

COMMODITY	MONTH	CLOSING PRICE
Copper	Aug	48290.00
Aluminum	Aug	13975.00
Zinc	Aug	21395.00
Lead	Aug	18895.00

Closing as on 20.07.18

### 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	38457.00	Up	04.07.18	39919.00	38900.00
Gold	3-Aug -18	29920.00	Down	15.06.18	31000.00	30300.00
Crude Oil	20-Aug -18	4707.00	Down	12.07.18	4780.00	4850.00
Natural gas	26-July -18	190.20	Down	17.07.18	187.90	200.00

Closing as on 20.07.18

#### MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-18	420.35	Down	18.06.18	468.75	435.00
Aluminum	31-July-18	140.65	Down	23.04.18	151.00	147.00
Zinc	31-July-18	179.35	Sideways	18.07.18	181.15	-
Lead	31-July-18	146.35	Down	21.08.18	161.90	157.00
Nickel	31-July-18	926.30	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 20.07.18

### Market Update (Bullions)

Bullion counter may witness bounce back from lower levels as dollar eased to its lowest in nearly two weeks after US President Donald Trump criticized the Federal Reserve's interest rate tightening policy. Gold can take support near 29750 and can face resistance near 30050 in MCX. Meanwhile Silver can take support near 38200 and resistance near 38700. The dollar index, which measures the greenback against a basket of six major currencies, was down 0.2 per cent at 94.252. It fell to its weakest since July 11 earlier in the session. Global finance leaders called on Sunday for stepped-up dialogue to prevent trade and geopolitical tensions from hurting growth, but ended a two-day G20 meeting with little consensus on how to resolve multiple disputes over US tariff actions. Iranian President Hassan Rouhani on Sunday cautioned Trump about pursuing hostile policies against Tehran, saying "war with Iran is the mother of all wars", but did not rule out peace between the two countries. Hedge funds and money managers switched to a net short position in COMEX gold contracts for the first time since 2016 in the week to July 17.

### Market Update (Base Metals)

In base metals counter short covering can persist as zinc and lead can open higher but other metals can trade sideways. U.S. President Donald Trump on Friday said he was ready to impose tariffs on all \$500 billion of imported goods from China, threatening to escalate a clash over trade policy that has unnerved financial markets. China's Commerce Ministry said on Monday it has launched an anti-dumping probe into imports of stainless steel billet and hot-rolled stainless steel sheet and plate from the European Union, Japan, South Korea and Indonesia. Copper can witness lower level buying as it can take support near 417 while its upside will be capped near 423. London copper eased on Monday but held above a one-year low hit last week on mounting concerns escalating trade tariff spats could dent demand, although a weaker dollar cushioned losses. The global world refined copper market showed a 98,000 tonnes deficit in April, compared with a 66,000 tonnes surplus in March, the International Copper Study Group (ICSG) said. Zinc can face resistance near 182 and support near 178 while lead can take support near 144 and can face resistance near 149. Nickel can take support near 920 while its upside will be capped near 945. Aluminium can face resistance near 142 while it can take support near 139 in MCX.

### Market Update (Energy)

Crude oil may witness lower level buying further as it can take support near 4650 and may face resistance near 4750 in MCX. Oil prices were mixed on Monday as finance ministers and central bank governors from the G20 warned that risks to global growth have increased with rising trade and geopolitical tensions among other vulnerabilities. G20 finance ministers and central bank governors ended a meeting in Buenos Aires over the weekend calling for more dialogue to prevent trade and geopolitical tensions from hurting growth. U.S. energy companies last week cut the number of oil rigs by the most in a week since March as the rate of growth has slowed over the past month or so with recent declines in crude prices. The U.S. rig count, an early indicator of future output, is higher than a year ago when 764 rigs were active as energy companies have been ramping up production in anticipation of higher prices in 2018 than previous years. Natural gas may trade with sideways bias as it can take support near 186 while it has resistance near 192 in MCX. In recent months, the biggest factor affecting the U.S. gas market has been speculation on whether production, which is at record levels, would be enough to cut the vast storage deficit and boost stockpiles to near-normal levels before the winter.

**KEY ECONOMIC RELEASES**

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
19:30	US Existing Home Sales (Jun)	High	5.46M	5.43M	Metal and Energy	Favourable

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