

COMMODITY DAILY REPORT (Metals & Energy)

31st May, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	July	27-Jul-18	16.54
Gold	Aug	29-Aug-18	1306.50
Crude Oil	July	20-June-18	68.21
Brent Crude Oil	Aug	29-June-18	77.72
Natural Gas	July	27-June-18	2.89

Closing as on 30.05.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	67.43
Dollar Index	94.08
EUR / USD	1.1661
CRB Index	206.46

*Closing as on 30.05.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6810.00
Aluminum	Cash	2265.50
Zinc	Cash	3107.00
Lead	Cash	2421.00
Nickel	Cash	14870.00

Closing as on 30.05.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	June	51080.00
Aluminum	June	14635.00
Zinc	June	24215.00
Lead	June	20185.00

Closing as on 30.05.18

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	40044.00	Up	10.05.18	40390.00	39900.00
Gold	3-Aug -18	31300.00	Up	10.05.18	31365.00	30900.00
Crude Oil	19-June -18	4614.00	Down	25.05.18	4597.00	4700.00
Natural gas	26-June -18	195.90	Up	23.04.18	182.30	192.00

Closing as on 30.05.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	29-Jun-18	458.85	Sideways	28.05.18	459.25	-
Aluminum	29-Jun-18	154.05	Down	23.04.18	151.00	160.00
Zinc	29-Jun-18	212.95	Sideways	18.05.18	211.10	-
Lead	29-Jun-18	165.60	Up	14.05.18	161.05	162.00
Nickel	29-Jun-18	1017.10	Up	21.05.18	1000.00	985.00

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

Closing as on 30.05.18

Market Update (Bullions)

Bullion counter may trade with upside bias as the dollar eased from 6-1/2 month highs hit earlier this week on a weaker-than-expected U.S. economic data, with prices further supported by concerns about the trade war. U.S. economic growth slowed slightly more than initially thought in the first quarter as consumer spending rose at its weakest pace in nearly five years. China lashed out on Wednesday at renewed threats from the White House on trade, warning that it was ready to fight back if Washington was looking for a trade war. Today investors will eye the outcome of US initial jobless claim data later today. Gold (Aug) can take support near 31250 and can face resistance near 31450 in MCX. Meanwhile Silver (Jul) can take support near 39700 and can face resistance near 40300. Italy's two main anti-establishment parties could yet form a government, after the man nominated as interim prime minister said politicians, rather than technocrats like himself, might be able to steer the country out of deadlock.

Market Update (Base Metals)

Base metals can witness bounce back from lower levels on better China PMI data. China reported that factory activity grew more than expected in May, with the official manufacturing Purchasing Managers' Index (PMI) coming in at 51.9 the highest level since October 2017. The United States will announce plans to impose tariffs on steel and aluminium from the European Union, possibly as early. Copper can take support near 454 and can face resistance near 463. Indian electrical goods manufacturers will have to rely more on imported copper and are bracing for a rise in costs, after the government in the southern state of Tamil Nadu this week ordered the permanent closure of Vedanta's copper smelter there. Zinc can trade with upside bias as it can take support near 209 and resistance near 215 while lead can take support near 163 and can face resistance near 167. Shanghai lead gained 0.6 percent and is up 12 percent in May amid an environmental crackdown in China, on track for its biggest monthly jump since June 2017. Zinc, used to galvanise steel, rose 1.2 percent on the back of the China data, with Shanghai steel rebar also climbing. London zinc was up 0.3 percent at \$3,138 a tonne. Nickel may remain sideways as it can take support near 1005 and resistance near 1030. Aluminium may remain sideways as it can take support near 152 and resistance near 156 in MCX.

Market Update (Energy)

Crude oil can trade on negative bias as oil prices dropped on Thursday, weighed down by a surprise rise in U.S. crude inventories and by expectations that OPEC and other producers could increase output at a meeting in June. U.S. crude inventories rose by 1 million barrels in the week to May 25 to 434.9 million barrels, according to data from industry group the American Petroleum Institute. Crude oil can take support near 4550 and it has resistance near 4650 in MCX. A possible production increase by the Organization of Petroleum Exporting Countries (OPEC) and non-OPEC members including Russia has been in focus, especially after Saudi Arabia, de facto leader of the oil cartel, and Russia have discussed boosting output by some 1 million barrels per day. OPEC and some non-OPEC members have committed to curb their output by about 1.8 million barrels per day until the end of 2018, and they will meet in Vienna on June 22 whether or not their commitment should remain unchanged. Natural gas can remain sideways as weather related demand and weekly inventory data in US will give further direction to the prices. Overall it can move in range of 192-200 in MCX.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18:00	US Continuing Jobless Claims	High	1,749K	1,741K	Metal and Energy	Adverse
19:30	US Pending Home Sales (MoM) (Apr)	High	1.10%	0.40%	Metal and Energy	Favourable
20:00	EIA Natural Gas Storage	High	102B	91B	Natural gas	Adverse
20:30	EIA Crude Oil Inventories	High	2.214M	5.778M	Crude oil	Favourable

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