

COMMODITY DAILY REPORT (Metals & Energy)

30th May, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	July	27-Jul-18	16.46
Gold	June	27-Jun-18	1299.00
Crude Oil	July	20-June-18	66.73
Brent Crude Oil	July	31-May-18	75.39
Natural Gas	July	27-June-18	2.90

Closing as on 29.05.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	67.83
Dollar Index	94.84
EUR / USD	1.1538
CRB Index	207.98

*Closing as on 29.05.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6841.50
Aluminum	Cash	2260.00
Zinc	Cash	3080.00
Lead	Cash	2423.00
Nickel	Cash	14880.00

Closing as on 29.05.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	June	51410.00
Aluminum	June	14695.00
Zinc	June	24180.00
Lead	June	20335.00

Closing as on 29.05.18

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	39979.00	Up	10.05.18	40390.00	39900.00
Gold	5-Jun -18	31188.00	Up	10.05.18	31365.00	30800.00
Crude Oil	19-June -18	4527.00	Down	25.05.18	4597.00	4700.00
Natural gas	26-June -18	197.10	Up	23.04.18	182.30	192.00

Closing as on 29.05.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	29-Jun-18	460.70	Sideways	28.05.18	459.25	-
Aluminum	31-May-18	153.80	Down	23.04.18	151.00	160.00
Zinc	31-May-18	209.25	Sideways	18.05.18	211.10	-
Lead	31-May-18	164.80	Up	14.05.18	161.05	162.00
Nickel	31-May-18	1004.80	Up	21.05.18	1000.00	975.00

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

Closing as on 29.05.18

Market Update (Bullions)

Bullion counter may trade in range as on one side strong in greenback is capping the upside while on the other hand Middle East tensions and political uncertainty in Italy is supporting the prices. Today investors will eye the outcome of US GDP figures later today. Gold can take support near 31000 and can face resistance near 31350 in MCX. Meanwhile silver can take support near 39600 and can face resistance near 40200. Gold climbed on Tuesday as developments in Italian politics sparked widespread investor anxiety. Italy's political uncertainties deepened after its president, Sergio Mattarella, on Monday installed former International Monetary Fund official Carlo Cottarelli as interim prime minister, and thwarted the nomination of Eurosceptic Paolo Savona for the post of finance minister. His move earned the ire of the populist coalition between the populist Five Star Movement and the far-right League, and sparked fears of another "Brexit" moment in the eurozone. The U.S. Federal Reserve will have difficulty raising interest rates significantly beyond the settings of its Japanese and European counterparts, which are still pursuing accommodative policy, St. Louis Fed President James Bullard said on Tuesday.

Market Update (Base Metals)

Base metals can witness profit booking at higher level amid euro zone crises and drop in global stock markets. Copper can take support near 458 and can face resistance near 467. London copper fell to a two-week low on Wednesday, pressured by a firmer dollar and as Italy's deepening political crisis pulled investors out of risky assets. Chinese state media criticized a U.S. announcement that it would press ahead with restrictions on investment by Chinese companies, saying that Beijing was ready to fight back if Washington was looking to reignite a trade war. News that the United States will continue with imposing tariffs on \$50 billion of imports from China unless Beijing addresses the issue of theft of U.S. intellectual property also weighed on sentiment. Zinc can trade sideways as it can take support near 207 and resistance near 211 while lead can take support near 162 and can face resistance near 166. Nickel may remain sideways as it can take support near 990 and resistance near 1020. Aluminium may remain sideways as it can take support near 151 and resistance near 157 in MCX. Two global aluminium producers have offered Japanese buyers a premium of \$159-160 per tonne for primary metal shipments for the July-September quarter, up 23-24 percent from the current quarter.

Market Update (Energy)

Crude oil can continue to find support near current levels after sharp drop being witnessed recently. Recently oil prices remained under pressure as Saudi Arabia and Russia have discussed raising OPEC and non-OPEC oil production by 1 million barrels per day (bpd) to counter potential supply shortfalls from Venezuela and Iran. Falling stocks and a stronger U.S. dollar index also weighed on oil prices. U.S. stock markets sank more than 1 percent, while the dollar wobbled at a 10-month high against the euro. A stronger dollar makes greenback-denominated commodities more expensive for holders of other currencies. Crude oil can take support near 4480 and it has resistance near 4580 in MCX. Natural gas can remain sideways as weather related demand in US will give further direction to the prices. Overall it can move in range of 195-203 in MCX. U.S. natural gas futures on Tuesday fell ahead of a contract roll with production at record highs and as meteorologists moderated their short-term temperature forecasts, which should limit demand for air conditioning over the next two weeks.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
17:45	US ADP Nonfarm Employment Change (May)	High	190K	204K	Metal and Energy	Adverse
18:00	US GDP (QoQ) (Q1)	High	2.30%	2.30%	Metal and Energy	Neutral

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