

COMMODITY DAILY REPORT (Metals & Energy)

3rd July, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-18	15.84
Gold	Aug	29-Aug-18	1241.70
Crude Oil	Aug	20-July-18	73.94
Brent Crude Oil	Sep	31-July-18	77.30
Natural Gas	Aug	27-July-18	2.86

Closing as on 02.07.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.71
Dollar Index	94.85
EUR / USD	1.1639
CRB Index	205.33

*Closing as on 02.07.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6595.00
Aluminum	Cash	2153.00
Zinc	Cash	2915.00
Lead	Cash	2398.00
Nickel	Cash	14575.00

Closing as on 02.07.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	July	51190.00
Aluminum	July	13985.00
Zinc	July	23205.00
Lead	July	21110.00

Closing as on 02.07.18

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	39396.00	Down	15.06.18	40199.00	40000.00
Gold	3-Aug -18	30289.00	Down	15.06.18	31000.00	30900.00
Crude Oil	19-July -18	5109.00	Up	22.06.18	4672.00	4860.00
Natural gas	26-July -18	197.30	Up	23.04.18	182.30	196.00

Closing as on 02.07.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-18	450.75	Down	18.06.18	468.75	465.00
Aluminum	31-July-18	146.05	Down	23.04.18	151.00	155.00
Zinc	31-July-18	196.35	Down	21.06.18	201.60	204.00
Lead	31-July-18	164.75	Down	21.08.18	161.90	171.00
Nickel	31-July-18	1001.60	Up	22.06.18	1038.80	1000.00

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

Closing as on 02.07.18

Market Update (Bullions)

Bullion counter may continue to remain under pressure as last week's US inflation data supported the Federal Reserve's outlook for future interest rate hikes. Meanwhile mounting global trade tensions can cap the downside. US President Donald Trump warned the World Trade Organization on Monday that "we'll be doing something" if the United States is not treated properly, just hours after the European Union said that US automotive tariffs would hurt its own vehicle industry and prompt retaliation. Gold (Aug) can take support near 30250 and can face resistance near 30600 in MCX. Meanwhile Silver (Sep) can take support near 39000 and can face resistance near 39600 The White House said on Monday that Canada's decision to enact tariffs on C\$16.6 billion (\$12.63 billion) worth of American goods in retaliation for US tariffs on imports of Canadian steel and aluminum would not help its economy. The US Chamber of Commerce on Monday denounced President Trump's handling of global trade disputes, issuing a report that argued tariffs imposed by Washington and retaliation by its partners would boomerang badly on the American economy. The Perth Mint's sales of gold products in June increased about 14 per cent from May sales, while silver sales fell about 60 per cent from the prior month, the mint said on Monday. Holdings of SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, said its holdings fell 1.19 per cent to 809.31 tonnes on Monday.

Market Update (Base Metals)

Base metals counter may continue to tad lower on trade war concerns. Growth in China's manufacturing sector cooled slightly in June as firms faced rising input costs and a decline in export orders amid an escalating trade dispute with the United States, a private survey showed. Copper can take support near 448 and resistance near 455. Copper prices hit seven-month lows on Monday as the market priced in weaker demand in top consumer China, which is embroiled in the trade spat with the United States even as its manufacturing sector slows. Short positions on the LME totalled 6.9 percent of open interest on the LME - 11,600 lots or 290,000 tonnes - at close of business on June 28, the largest short since Sept. 16. Zinc can take support near 195 and resistance near 199 while lead can take support near 163 and can face resistance near 167. Nickel may take support near 980 and can face resistance near 1020. Philippine President Rodrigo Duterte said on Monday he would soon halt mining in the Southeast Asian nation because of the environmental damage it has caused, renewing his threat made nearly two years ago to shut down the industry completely. Aluminium may remain on weaker path as it can take support near 144 and resistance near 148 in MCX.

Market Update (Energy)

Crude oil may continue to remain on stronger note as higher Libya's National Oil Corporation (NOC) declared force majeure on loadings from Zueitina and Hariga ports on Monday, resulting in total production losses of 850,000 bpd due to the closure of eastern fields and ports. Crude oil can take support near 5060 and may face resistance near 5130 in MCX. Oil prices climbed on Tuesday after Libya declared force majeure on some of its supplies, although an overall rise in OPEC output and an emerging slowdown in demand held back markets. The Libyan power struggle between the Tripoli-based National Oil Corp that is internationally recognized and controls the export sales and the NOC-East group based in Benghazi that currently has physical control of the infrastructure wipes out the planned increase from the OPEC coalition. Natural gas as may remain downbeat as it can test 194 in MCX. U.S. natural gas futures fell to a six-week low on Monday on weather forecasts that did not show much more heat for the next couple of weeks than late last week, while production remained near record highs.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
19:30	US Factory Orders (MoM) (May)	High	0.10%	-0.80%	Metal and Energy	Favourable

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