

COMMODITY DAILY REPORT (Metals & Energy)

9th July, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-18	16.07
Gold	Aug	29-Aug-18	1255.80
Crude Oil	Aug	20-July-18	73.80
Brent Crude Oil	Sep	31-July-18	77.11
Natural Gas	Aug	27-July-18	2.86

Closing as on 06.07.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.80
Dollar Index	93.97
EUR / USD	1.1745
CRB Index	201.12

*Closing as on 06.07.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6326.00
Aluminum	Cash	2098.50
Zinc	Cash	2759.00
Lead	Cash	2321.00
Nickel	Cash	13760.30

Closing as on 06.07.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	July	49010.00
Aluminum	July	13940.00
Zinc	July	22090.00
Lead	July	20725.00

Closing as on 06.07.18

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	39766.00	Up	04.07.18	39919.00	38900.00
Gold	3-Aug -18	30560.00	Down	15.06.18	31000.00	30700.00
Crude Oil	19-July -18	5075.00	Up	22.06.18	4672.00	4940.00
Natural gas	26-July -18	196.70	Up	23.04.18	182.30	196.00

Closing as on 06.07.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-18	431.60	Down	18.06.18	468.75	447.00
Aluminum	31-July-18	143.85	Down	23.04.18	151.00	150.00
Zinc	31-July-18	190.60	Down	21.06.18	201.60	195.00
Lead	31-July-18	161.55	Down	21.08.18	161.90	168.00
Nickel	31-July-18	958.90	Down	04.07.18	970.90	990.00

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

Closing as on 06.07.18

Market Update (Bullions)

Bullion counter may trade on upside path amid weaker greenback which hovered close to a 3.5-week low after US jobs data showed an increase in the unemployment rate and slower wage growth. Gold (Aug) can take support near 30450 and can move towards 30750 in MCX. Meanwhile Silver (Sep) can take support near 39550 and resistance near 40100. The US economy created more jobs than expected in June, but steady wage gains pointed to moderate inflation pressures that should keep the Federal Reserve on a path of gradual interest rate increases this year. The United States and China exchanged the first salvos in what could become a protracted trade war on Friday, slapping tariffs on \$34 billion worth of each others' goods and giving no sign of willingness to start talks aimed at a reaching a truce. European leaders say they no longer have any illusions about Donald Trump as they welcome the US president at a NATO summit this week, but they fear his "America first" agenda may force a moment of reckoning that works to no-one's benefit.

Market Update (Base Metals)

Base metals counter may open in green on short covering as London copper snapped back sharply on Monday from near one-year lows hit in the session, as a weak dollar forced short holders to cover positions even amid simmering trade war tension. The global economy is starting to show signs of strain from the "America First" push of U.S. President Donald Trump who will hear renewed pleas to step back from a broader trade war when he visits Europe in the coming week. Copper can take support near 428 and resistance near 442. London Metal Exchange copper rallied by 1.6 percent to \$6,383.50 by 0108 GMT after prices slumped to \$6,221.50 a tonne on Friday, which was the weakest since late July 2017. Shanghai Futures Exchange copper also rebounded, by 1.1 percent to 49,810 yuan (\$7,502) a tonne. Labor negotiations at BHP Billiton Plc Escondida copper mine in Chile, the world's largest, are entering into the final three weeks before a 30-month contract expires at the end of July. Zinc can take support near 188 and resistance near 193 while lead can take support near 160 and can face resistance near 164. Nickel may take support near 950 and can face resistance near 975. Aluminium can take support near 143 and resistance near 145 in MCX.

Market Update (Energy)

Crude oil may remain on firm note amid supply concerns. Oil prices inched up in early Asian trading on Monday, with many investors focused on any fallout from the US imposition of tariffs on Chinese goods at the end of last week, which prompted immediate retaliation from China. Supply disruptions are giving some support, with an outage at a major Canadian oil sands facility cutting regional supply. The stoppage at the 360,000 barrels per day (bpd) Syncrude facility in Canada has contributed to a sharp reduction in the discount for US crude versus Brent crude over the past month. The Saudi oil minister has announced that his country would raise the output to ensure that there would not be a spike in oil prices which would cause demand destruction in the long run. U.S. President Donald Trump has repeatedly urged the Organization of the Petroleum Exporting Countries (OPEC), which includes key U.S. ally Saudi Arabia, to raise its production as his administration is trying to bring sanctions back on Iran. Crude oil can take support near 5030 and may face resistance near 5130 in MCX. Natural gas may trade with sideways bias as it can take support near 195 and resistance near 199 in MCX. The number of rigs drilling for natural gas in the United States remains unchanged this week at 187, data from oil services firm Baker Hughes showed on Friday.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18:30	ECB President Draghi Speaks	High			Metal and Energy	

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