

COMMODITY DAILY REPORT (Metals & Energy)

7th June, 2019

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	July	29-July-19	14.91
Gold	Aug	28-Aug-19	1342.70
Crude Oil	July	20-June-19	52.59
Brent Crude Oil	Aug	28-June-19	61.67
Natural Gas	July	26-June-19	2.32

Closing as on 06.06.19

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	69.15
Dollar Index	97.02
EUR / USD	1.1274
CRB Index	180.45

*Closing as on 06.06.19

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	5805.00
Aluminum	Cash	1742.50
Zinc	Cash	2637.00
Lead	Cash	1945.00
Nickel	Cash	11710.00

Closing as on 06.06.19

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	17-June-19	45980.00
Aluminum	17-June-19	14030.00
Zinc	17-June-19	20930.00
Lead	17-June-19	16070.00

Closing as on 06.06.19

DOMESTIC MARKETS

MCX (BULLIONS AND ENERGY)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Silver	5-July-19	37022.00	Down	04.03.19	38696.00	37400.00
Gold	5-Aug-19	32800.00	Up	31.05.19	32266.00	31800.00
Crude Oil	19-June-19	3582.00	Down	02.05.19	4277.00	3850.00
Natural gas	25-June-19	160.70	Down	03.06.19	166.10	185.00

Closing as on 06.06.19

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	28-June-19	406.00	Down	02.05.19	430.50	420.00
Aluminum	28-June-19	142.50	Sideways	22.05.19	144.30	-
Zinc	28-June-19	204.75	Down	01.05.19	219.75	211.00
Lead	28-June-19	152.70	Down	01.05.19	129.75	160.00
Nickel	28-June-19	848.20	Up	24.05.19	862.80	840.00

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

Closing as on 06.06.19

Market Update (Bullions)

Bullion counter may witness profit booking at higher levels. Gold prices steadied on Friday, ahead of a U.S. jobs report later in the day, while a festering trade war and hopes of a Fed interest rate cut stoked demand for the safe-haven bullion. Mexican and U.S. officials had held a second day of talks on trade and migration on Thursday amid reports U.S. President Donald Trump might delay the imposition of tariffs that was due on Monday. However, the White House said it is standing firm on its position that Mexico must make take significant new steps to halt the surge of Central American migrants by Monday, or face tariffs on its exports to the United States. Gold can move lower towards 32500 while taking resistance near 32950 and silver can also dip towards 36500 while taking resistance near 37000. U.S. Vice President Mike Pence said he was encouraged that Mexican officials were willing to do more to curb migration flows to the United States, but it was up to President Trump to decide if they went far enough to avert threatened tariffs. On Thursday, Trump said he would decide whether to carry out his threat to hit Beijing with tariffs on at least \$300 billion in Chinese goods after a meeting of leaders of the world's largest economies late this month.

Market Update (Base Metals)

Base metals may trade with sideways bias. Copper may open with positive bias as it can recover towards 410. Copper prices on the London Metal Exchange (LME) rose on Friday as the U.S. dollar weakened, while the metal looked set for a weekly gain for the first time in eight weeks. Meanwhile, the dollar index eased on Friday and was poised for its worst weekly performance this year, as investors waited for a key U.S. jobs report. A weaker dollar makes commodities priced in the greenback cheaper for buyers using other currencies. The base metals market was also trading in low volume due to lack of participation from Chinese traders who are on a public holiday for the Dragon Boat Festival. The Shanghai Futures Exchange is closed on Friday and will reopen on Monday. Unions at Chile's Chuquibambilla copper mine expressed disappointment in state-run miner Codelco's latest contract offer on Thursday but agreed to extend negotiations in hopes of averting a strike. U.S. President Donald Trump said on Thursday he would decide whether to carry out his threat to hit Beijing with tariffs on at least \$300 billion in Chinese goods after the G20 summit in Japan late this month. Zinc can test 207 while taking support near 201. Lead may test 155 while taking support near 151. Nickel may move in range of 845-865. Aluminum may test 145 while taking support near 140.

Market Update (Energy)

Crude oil may witness some short covering at lower levels as oil prices rose around 1% on Friday to move further away from five-month lows hit earlier in the week, buoyed by a report that Washington could postpone trade tariffs on Mexico and signs OPEC and other producers may extend crude supply cuts. On Wednesday, Brent and WTI sank to their lowest levels since mid-January at \$59.45 and \$50.60 respectively, after U.S. crude production hit a new record-high and stockpiles climbed to their highest since July 2017. Crude oil may recover towards 3750 while taking support near 3620. Nevertheless, sentiment on prices remains dim as fresh signs emerge of a stalling global economy and ongoing concerns about growing U.S. crude supply. Prices had been supported by supply curbs by the Organization of the Petroleum Exporting Countries (OPEC) and some allies including Russia. Supply has also been limited by U.S. sanctions on oil exports from Iran and Venezuela. Natural gas may test 165 while taking support near 160. U.S. natural gas futures dropped to a fresh 3-year low on Thursday following a federal report showing a bigger-than-expected weekly storage build, which boosted the amount of gas stockpiled in May to a monthly record high.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on Commodity	Adverse/Favourable / Neutral
18:00	US Nonfarm Payrolls (May)	High	185K	263K	Metal and Energy	Adverse
18:00	Unemployment Rate (May)	High	3.60%	3.60%	Metal and Energy	Neutral

Vandana Bharti (AVP - Commodity Research)
Sandeep Joon Sr. Research Analyst (Metal & Energy)

Boardline : 011-30111000 Extn: 625
Boardline : 011-30111000 Extn: 683

vandanabharti@smcindiaonline.com
sandeepjoon@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



Moneywise. Be wise.

Corporate Office:
11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
www.smcindiaonline.com

Mumbai Office:
Lotus Corporate Park, A Wing 401 / 402, 4th Floor,
Graham Firth Steel Compound, Off Western
Express Highway, Jay Coach Signal, Goreagon
(East) Mumbai - 400063
Tel: 91-22-67341600, Fax: 91-22-67341697

Kolkata Office:
18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata - 700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd.) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities/commodities market.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject commodity.

DISCLAIMER: This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions.

Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the commodity thereof, mentioned here in or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodities discussed herein(c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.