

COMMODITY DAILY REPORT (Metals & Energy)

17th July, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	Sep	26-Sep-18	15.81
Gold	Aug	29-Aug-18	1239.70
Crude Oil	Aug	20-July-18	68.06
Brent Crude Oil	Sep	31-July-18	71.84
Natural Gas	Aug	27-July-18	2.76

Closing as on 16.07.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.54
Dollar Index	94.53
EUR / USD	1.1709
CRB Index	198.66

*Closing as on 16.07.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6143.00
Aluminum	Cash	2130.00
Zinc	Cash	2527.00
Lead	Cash	2183.00
Nickel	Cash	13680.00

Closing as on 16.07.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	July	48490.00
Aluminum	July	13950.00
Zinc	July	21065.00
Lead	July	19915.00

Closing as on 16.07.18

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	39042.00	Up	04.07.18	39919.00	38900.00
Gold	3-Aug -18	30080.00	Down	15.06.18	31000.00	30500.00
Crude Oil	19-July -18	4642.00	Down	12.07.18	4780.00	4900.00
Natural gas	26-July -18	189.70	Sideways	09.07.18	194.50	-

Closing as on 16.07.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	31-Aug-18	421.45	Down	18.06.18	468.75	435.00
Aluminum	31-July-18	141.40	Down	23.04.18	151.00	147.00
Zinc	31-July-18	170.80	Down	21.06.18	201.60	181.00
Lead	31-July-18	148.10	Down	21.08.18	161.90	158.00
Nickel	31-July-18	930.50	Down	04.07.18	970.90	970.00

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

Closing as on 16.07.18

Market Update (Bullions)

Bullion counter may trade in green amid decline in greenback ahead of the U.S. Federal Reserve Chairman Jerome Powell's first congressional testimony. Gold can take support near 29900 and can face resistance near 30200 in MCX. Meanwhile Silver can take support near 38900 and resistance near 39300. The Fed's Powell takes his upbeat view of the U.S. economy to Capitol Hill on Tuesday, with markets and many of his colleagues expecting two more interest rate increases this year amid a continued economic expansion. But the narrowing gap between yields on long-term and short-term Treasury bonds to little more than the equivalent of one rate hike from the Fed has helped sour at least one U.S. central banker on any further interest rates increases. U.S. retail sales rose solidly in June as households boosted purchases of automobiles and a range of other goods, cementing expectations for robust economic growth in the second quarter. British Prime Minister Theresa May won a series of votes in parliament on Monday, keeping her over-arching strategy to leave the European Union just about on track after bowing to pressure from Brexit supporters in her party.

Market Update (Base Metals)

Base metals counter may open in green tracking bounce back in international markets. China's economy expanded at a slower pace in the second quarter as Beijing's efforts to contain debt hurt activity, while June factory output growth weakened to a two-year low in a worrying sign for investment and exporters as a trade war with the United States intensified. Copper can witness lower level buying as it can take support near 418 while its upside will be capped near 426. Copper prices bounced back on Tuesday after coming under pressure in the previous session on concerns over slowing economic growth in top industrial metals consumer China. Copper speculators switched to a net short position of 12,919 contracts, the Commodity Futures Trading Commission said last week, the weakest position since December 2016. Zinc can face resistance near 173 and support near 168 while lead can take support near 146 and can face resistance near 150. China, which accounts for half the world's capacity, produced 80.2 million tonnes of crude steel last month, National Bureau of Statistics data showed on Friday. Nickel can take support near 920 while its upside will be capped near 940. Aluminium can face resistance near 143 while it can take support near 138 in MCX. China's aluminium producers are responding to tighter supply conditions by boosting output, data showed. China's June output rose by 0.8 percent to 2.83 million tonnes, which on daily basis was the highest since June 2017.

Market Update (Energy)

Crude oil may witness short covering after the recent steep fall. Brent crude prices rose from a three-month low on Tuesday after more oil workers went on strike in Norway, supporting a market that has been dominated by oversupply issues in recent days. An oil worker strike in Norway intensified on Monday when hundreds more walked out in a dispute over pay and pensions after employers failed to respond to union demands for a new offer. The strike, which began last Tuesday, has had a limited impact on Norway's oil production so far, but some drillers warned of possible contract cancellations if the dispute goes on for a month or more. Crude oil can take support near 4600 and may face resistance near 4700 in MCX. Natural gas may trade with sideways bias as it can take support near 187 while it has resistance near 193 in MCX. U.S. natural gas futures on Monday gained less than a penny from a nine-week low hit the previous trading day on forecasts calling for steady weather and demand over the next two weeks.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18:45	US Industrial Production (MoM) (Jun)	High	0.50%	-0.10%	Metal and Energy	Favourable
18:45	US Manufacturing Production (MoM) (Jun)	High	0.7%	-0.7%	Metal and Energy	Favourable
19:30	Fed Chair Powell Testifies	High			Metal and Energy	

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