

COMMODITY DAILY REPORT (Metals & Energy)

28th June, 2018

INTERNATIONAL MARKETS

COMEX / NYMEX / ICE (PRECIOUS METALS AND ENERGY)

COMMODITY	CONTRACT	EXPIRY DATE	CLOSING PRICE
Silver	July	27-Jul-18	16.15
Gold	Aug	29-Aug-18	1256.10
Crude Oil	Aug	20-July-18	72.76
Brent Crude Oil	Aug	29-June-18	77.62
Natural Gas	Aug	27-July-18	2.98

Closing as on 27.06.18

CURRENCY / COMMODITY INDEX

CURRENCY (Spot)	CURRENT PRICE
USD / INR*	68.63
Dollar Index	95.26
EUR / USD	1.1552
CRB Index	202.08

*Closing as on 27.06.18

LME (BASE METALS) (\$ per tonnes)

COMMODITY		CLOSING PRICE
Copper	Cash	6688.00
Aluminum	Cash	2204.50
Zinc	Cash	2921.00
Lead	Cash	2430.00
Nickel	Cash	14700.00

Closing as on 27.06.18

SHFE (BASE METALS) (Yuan per tonnes)

COMMODITY	MONTH	CLOSING PRICE
Copper	July	51430.00
Aluminum	July	14090.00
Zinc	July	22940.00
Lead	July	20500.00

Closing as on 27.06.18

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	39642.00	Down	15.06.18	40199.00	40400.00
Gold	3-Aug -18	30695.00	Down	15.06.18	31000.00	31200.00
Crude Oil	19-July -18	5028.00	Up	22.06.18	4672.00	4820.00
Natural gas	26-July -18	205.60	Up	23.04.18	182.30	196.00

Closing as on 27.06.18

MCX (BASE METALS)

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Copper	29-Jun-18	453.75	Down	18.06.18	468.75	465.00
Aluminum	29-Jun-18	150.35	Down	23.04.18	151.00	156.00
Zinc	29-Jun-18	201.45	Down	21.06.18	201.60	204.00
Lead	29-Jun-18	167.15	Down	21.08.18	161.90	171.00
Nickel	29-Jun-18	1019.10	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 27.06.18

Market Update (Bullions)

Bullion counter may witness some short covering as the dollar failed to build on overnight gains amid conflicting signals from Washington while the US-China trade row deepened. Today investors will gauge the outcome of US GDP data later today. Gold can take support near 30550 and can face resistance near 30850 in MCX. Meanwhile Silver can take support near 39300 and can face resistance near 40000. The dollar index against a basket of six major currencies stood steady at 95.254, though it failed to build on overnight gains amid conflicting signals from Washington on a proposal to restrict Chinese investment as the bitter US-China trade row kept financial markets on edge. US President Donald Trump on Wednesday said he will use a strengthened national security review process to thwart Chinese acquisitions of sensitive American technologies, a softer approach than imposing China-specific investment restrictions. The rapidly deteriorating trade and investment relationship between Washington and Beijing is sending a further chill through Chinese dealmakers who have already seen the number of Chinese acquisitions of American assets take a big hit.

Market Update (Base Metals)

Base metals counter can trade with sideways bias. Growth in China's manufacturing sector is expected to have cooled only slightly in June after a surprise pickup in May, which along with strong industrial profits last month should help allay concerns of a sharp economic slowdown. Copper can take support near 449 and resistance near 458. Zinc can take support near 199 and resistance near 203 while lead can take support near 165 and can face resistance near 169. China's Shanghai steel rebar futures rose on Thursday, moving away from a near four-week low as better-than-expected steel inventory data boosted sentiment despite concerns about weaker demand. Australia's New Century Resources is on track to turn a giant tailings dam into the world's fifth-biggest source of zinc as it defies doubters to make its first shipment in August, said Patrick Walta, the mineral processor's managing director. Nickel may take support near 1010 and can face resistance near 1030. Russian tycoon Oleg Deripaska got a boost on Wednesday in a long-running battle for control of Norilsk Nickel when a high court judge ruled fellow investor Roman Abramovich did not have the right to sell shares in the miner to a third businessman. Aluminium may witness some short covering as it can take support near 148 and resistance near 154 in MCX.

Market Update (Energy)

Crude oil may witness some profit booking at higher levels amid high output from Russia, the United States and Saudi Arabia, although unplanned supply disruptions elsewhere and record demand stemmed a bigger decline. Crude oil can take support near 4970 and may face resistance near 5080 in MCX. Oil prices have been rallying for much of 2018 on tightening market conditions due to record demand and voluntary supply cuts led by the Middle East dominated producer cartel of the Organization of the Petroleum Exporting Countries (OPEC). Unplanned supply disruptions from Canada to Libya and Venezuela have added to those cuts. With Russia and Saudi Arabia at similar levels, and output expected to rise as OPEC and Russia ease their supply restrictions, there will soon be three countries pumping out 11 million barrels of crude each and every day. Natural gas can trade with sideways bias as it can take support near 202 and resistance near 207. Natural gas production from U.S. shale fields can keep growing for decades, giving Washington a powerful diplomatic tool to counter the geopolitical influence of other energy exporters such as Russia. U.S. natural gas futures rose on Wednesday on forecasts for hotter-than-normal weather over the next two weeks, which is expected to increase cooling demand.

KEY ECONOMIC RELEASES

IST	Economic releases	Importance	Expected	Previous	Impact on	Adverse/Favourable
18:00	US GDP (QoQ) (Q1)	High	2.20%	2.20%	Metal and Energy	Neutral
18:00	US Initial Jobless Claims	High	220K	218K	Metal and Energy	Adverse
20:00	EIA Natural Gas Storage	High	71B	91B	Natural gas	Favourable

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.