



Metals Daily

Friday, June 10, 2016

Commodity	Last	Chg.	% Chg.
Gold / USD Spot	1268.4	6.64	0.53%
Silver / USD Spot	17.28	0.261	1.53%
Crude oil \$ Spot	50.52	-0.71	-1.39%
COMEX Copper \$	343.5	-1.9	-0.55%
LME Copper (3M)	4532.5	-6	-0.13%
LME Aluminum (3M)	1584.5	6.5	0.41%
LME Nickel (3M)	8900	-45	-0.50%
LME Lead (3M)	1747	14	0.83%
LME Zinc (3M)	2065	-7	-0.34%

Equity	Last	Chg.	% Chg.
BSE Sensex Index	26763.5	-257.2	-0.95%
S&P CNX NIFTY	8203.6	-69.4	-0.84%
Hang Seng Index	21297.9	-30.4	-0.14%
Shanghai Index	2927.2	-8.9	-0.30%
Nikkei 225 Index	16668.4	-162.5	-0.97%
DAX Index	10088.9	-128.2	-1.25%
CAC 40 Index	4405.6	-43.1	-0.97%
Dow Jones	17985.2	-19.9	-0.11%
NASDAQ 100 Index	4512.7	-7.9	-0.18%

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Market Overview (Economy)

- Most Asian share indices fell tracking overnight losses in U.S. and European stocks.
- Investors will remain cautious ahead of key domestic data and the Fed monetary policy.
- In a referendum on Jun. 23, Britain will vote on whether to remain in the EU. Recent surveys are slightly tilted towards the nation leaving the 28-member bloc.
- US dollar was supported by an unexpected drop in US jobless claims and a stronger-than-expected rise in wholesale sales in April.

Precious Metals

- Gold eased early on Friday as the dollar drifted away from a one month-low, but the metal stayed near a 3 week high.
- Gold has gained nearly 20% so far 2016, has risen 1.8% this week. Fed is likely to raise U.S. interest rates in September and possibly as soon as July.
- DXY came off five-week lows touched earlier this week to rise 0.4% overnight as the euro and the pound sterling slumped.
- Sales of bullion bars and coins have picked up in London, ahead of the June 23 referendum on Britain's exit from the EU. Holding in SPDR Gold rose 0.71% to 887.38 tonnes on Thursday.

Base Metals

- LME copper ticked higher on Friday, but was facing its largest weekly loss in a month as headwinds from a looming U.S. rate hike that has boosted the dollar added to pressure from tepid physical demand in top user China.
- Looking ahead, we expect to see some short-term headwinds to metals, especially in copper, due mainly to weak summer demand and stocks reshuffling.
- The Shanghai Futures Exchange was closed for a second day for the Dragon Boat Festival holiday. Markets will reopen on Monday.
- Japanese wholesale prices fell 4.2% in the year to May, Bank of Japan data showed on Friday.
- Also Japan's core machinery orders tumbled 11% in April from the previous month.

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LME Inventory	
Commodity	Change
Copper	5925
Zinc	-1250
Lead	550
Nickel	-768
Aluminium	-6700

Source: Reuters

Energy

- Oil prices edged lower as traders took profits after 3 sessions of gains, though prices remained close to their highest this year thanks to a fall in U.S. crude inventories and supply disruptions.
- Strong demand and global supply disruptions, but a stronger dollar kept crude below the 2016 highs reached this week.
- A rebound in the dollar had dented oil prices by making fuel imports for countries using other currencies more expensive, but strong overall oil demand as well as supply disruptions were supportive.
- Available global refining capacity will reach 101.8 million bpd in August, its highest on record, and up from around 97.25 million bpd in March.

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Level Playing Sheet

Commodity	Exchange	Expiry	Close	S2	S1	Pivot	R1	R2	Trend	Conviction	Range
Gold	MCX	Aug	29937	29482	29709	29840	30067	30198	Bullish	Moderate	29775 - 30133
Gold	COMEX	Aug	1270	1253	1262	1267	1275	1280	Bullish	Moderate	1264 - 1277
Silver	MCX	July	40909	39884	40396	40693	41205	41502	Bullish	Moderate	40545 - 41354
Silver	COMEX	July	17.25	16.78	16.80	16.80	16.93	17.01	Bullish	High	16.78-17.01
Crude Oil	MCX	Jun	3373	3305	3339	3389	3423	3473	Bullish	Moderate	3322 - 3406
Crude Oil	NYMEX	July	50.56	49.38	49.97	50.82	51.41	52.26	Bullish	High	49.7 - 51.1
Copper	MCX	Jun	301.70	292.77	297.23	302.52	306.98	312.27	Bearish	Low	295 - 304.8
Zinc	MCX	Jun	138.10	133.50	135.80	137.80	140.10	142.10	Bearish	Low	134.7 - 139
Lead	MCX	Jun	114.20	111.07	112.63	115.37	116.93	119.67	Bearish	Moderate	111.9 - 116.2
Nickel	MCX	Jun	598.3	581.8	590.0	599.9	608.1	618.0	Bearish	Moderate	586 - 604
Aluminum	MCX	Jun	105.20	103.10	104.15	106.05	107.10	109.00	Bearish	Moderate	103.6 - 106.6

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