

Commodity Snapshot

July 10, 2019

MARKET OUTLOOK

Crude Oil

- ⇒ Oil prices marginal positive on Wednesday morning in Asian trade amid U.S crude industry group API reported that U.S. stockpiles fell for a fourth week in a row [Intraday range for Brent September is 63.70-65.20. Intraday range for NYMEX August is 57.20-59.20.](#)
- ⇒ Domestic crude could start on positive note over recovery in overseas prices.
- ⇒ [Intraday range for Crude July is 3900-4020.](#)

Bullion

- ⇒ International Gold and silver are marginal sideways to muted note this Wednesday morning in Asian trade after the Fed Chair not making any references to interest rates in a speech he delivered on Tuesday
- ⇒ [Range for Gold is 1385-1410. Range for Silver is 14.90-15.30.](#)
- ⇒ Domestic prices could start lower this Wednesday morning, tracking weak overseas prices.
- ⇒ [Range for Gold August is 34350-34800. Range for Silver September is 37800-38500.](#)

Base Metals

- ⇒ Most base metals are positive this Wednesday morning in Asian trade amid following news that U.S. and Chinese trade officials marked a new round of talks with a "constructive" phone conversation.
- ⇒ Domestic metals could start positive this Wednesday morning, tracking positive overseas prices.
- ⇒ [Copper July range for the day is 430.00-437.00.](#)
- ⇒ [Nickel July range for the day is 890-920](#)
- ⇒ [Aluminium July range for the day is 141.50-143.00.](#)
- ⇒ [Lead July range for the day is 153.50-156.70.](#)
- ⇒ [Zinc July range for the day is 190.70-194.70.](#)

Bullion				
Instrument Description	Close	1 Day % Chg	% MTD Chg	% YoY Chg
Gold Spot	1397.90	0.17	-0.82	11.14
Silver Spot	15.110	0.50	-1.35	-6.25
MCX Gold August	34582	0.01	1.10	12.95
MCX Silver September	38180	0.41	1.94	-4.27
Energy				
ICE Brent September	64.53	0.98	-2.97	-17.45
NYMEX WTI August	58.37	1.39	0.40	-21.16
NYMEX Natural August	2.43	1.29	5.24	-14.02
MCX Crude Oil July	3967	-0.28	-3.13	-21.43
MCX Natural Gas July	166.50	1.71	3.74	-14.40
Metals				
Copper 3M Forward	5851.50	-0.76	-2.37	-8.43
Nickel 3M Forward	12650.00	0.02	-0.26	-10.99
Aluminium 3M Forward	1821.00	0.66	1.17	-14.14
Lead 3M Forward	1922.00	2.02	-0.52	-17.83
Zinc 3M Forward	2363.00	-0.63	-5.29	-12.64
MCX Copper July	432.55	-1.18	5.24	-0.95
MCX Nickel July	900.90	0.04	0.43	-6.57
MCX Aluminium July	142.50	0.46	1.57	-1.45
MCX Lead July	155.40	1.64	-4.49	-3.09
MCX Zinc July	190.35	-0.81	-3.86	2.59

Base Metals close on LME as on 08-07-2019

Data Source: Reuters

News

Crude Oil

- ⇒ U.S. crude stockpiles fell more than forecast last week, data from industry group the American Petroleum Institute (API) showed on Tuesday a draw by 8 million barrels. Global economic growth remains under pressure, with the latest manufacturing surveys weakening,

Bullion

- ⇒ Fed chief Jerom Powell did not touch on monetary policy in his Tuesday speech, he will almost certainly clarify his current outlook when he testifies to Congress on Wednesday and Thursday

Base Metals

- ⇒ U.S & China trade official said that the talks "went well" and the two sides were talking about a face-to-face meeting, but he warned there was no magic way to reach what has so far been an elusive deal

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MAJOR EVENTS

⇒ Fed Powell Testimony, FOMC meeting Minutes and Crude oil Inventories.

ECONOMIC CALENDAR

Date	Time	Country	Relevance	Indicator Name	Period	Reuters Poll	Prior
10 Jul 2019	14:00	United Kingdom	High	GDP (MoM)	May	0.30%	-0.40%
10 Jul 2019	19:30	United States	High	Fed Chair Powell Testifies			
10 Jul 2019	23:30	United States	High	FOMC Meeting Minutes			
10 Jul 2019	20:00	United States	High	Crude Oil Inventories	5 July Week	-3.081M	-1.085M

Data Source: Reuters

TECHNICALS

Strategy: MCX Silver September buy in the range of 38000-38100 with 37700 as stop loss and target of 38650 levels.



Chart: MCXSilverFuturesSeptemberChart Source: Reuters

- ⇒ MCX Silver September contract showed high volatility in last few days in which it made a high near 38900 and then reversed on downside towards 37900 level. Post that it has been in recovery mode which is suggesting short term positivity.
- ⇒ The daily chart shows that after making huge spike at higher levels prices are moving higher and forming small positive bars. Thus as long as 37450 is intact on downside, one can expect trend towards 38600-38700 levels.

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⇒ 20 days is EMA has started to act as support to the rise which is bullish sign.

TREND WATCH

Commodity	Exchange	Contract	Close	10SMA	50SMA	RSI-9	Trend
PRECIOUS METALS							
Gold	MCX	AUG9	34582	34266	32814	69.75	Bullish
Silver	MCX	SEP9	38180	37991	37599	57.78	Bullish
ENERGY							
Crude	MCX	JUL9	3967	4005	4064	51.29	Bearish
Natural Gas	MCX	JUL9	166.50	160.44	170.96	58.54	Sideways
METALS							
Copper	MCX	JUL9	432.55	431.36	421.26	57.62	Bullish
Nickel	MCX	JUL9	900.90	889.51	861.81	61.65	Bullish
Zinc	MCX	JUL9	190.35	195.82	207.00	21.92	Bearish
Lead	MCX	JUL9	155.40	154.70	141.89	56.83	Bullish
Aluminium	MCX	JUL9	142.50	141.78	144.11	52.93	Sideways

Data Source: Reuters

PIVOT POINTS

Sector	Exchange, Commodity	Contract	S3	S2	S1	PP	R1	R2	R3	Spread Far-Current
Bullion	MCX Gold	Aug-19	34284	34336	34452	34520	34663	34737	34814	276
		Oct-19	34572	34619	34732	34791	34930	34998	35072	
	MCX Silver	Sep-19	37680	37757	37845	37981	38069	38184	38245	945
		Dec-19	38563	38614	38741	38886	38963	39034	39118	
Base Metals	MCX Copper	Jul-19	427.36	428.99	430.69	433.66	435.30	437.74	438.92	2.20
		Aug-19	430.05	431.63	433.13	436.08	437.44	439.82	440.87	
	MCX Zinc	Jul-19	189.75	190.17	190.64	191.38	191.85	192.48	192.80	0.55
		Aug-19	190.64	190.95	191.31	191.87	192.23	192.70	192.95	
	MCX Nickel	Jul-19	888.33	890.48	895.38	898.15	904.22	907.29	910.53	6.30
		Aug-19	897.12	898.83	902.76	904.95	909.84	912.27	914.88	
	MCX Aluminium	Jul-19	141.01	141.24	141.83	142.13	142.87	143.21	143.60	1.85
		Aug-19	142.80	143.05	143.66	143.96	144.73	145.08	145.48	
MCX Lead	Jul-19	151.79	152.35	153.78	154.45	156.25	157.05	157.99	-2.25	
	Aug-19	151.97	152.22	152.66	153.03	153.54	153.90	154.19		
Energy	MCX Crude Oil	Jul-19	3913	3925	3945	3966	3988	4007	4020	26
		Aug-19	3945	3957	3974	3992	4011	4028	4040	
	MCX Natural Gas	Jul-19	161.19	162.17	164.21	165.56	168.04	169.45	170.81	0.30
		Aug-19	161.64	162.57	164.56	165.80	168.24	169.57	170.89	

Data Source: Reuters

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