

FROM RESEARCH DESK

■ Daily Change & Technical levels

Base Metal Inventory

| Scrip | Inventory | Change |
|--------|-----------|--------|
| Copper | 318550 | -1200 |
| Alumni | 1392625 | -14875 |
| Lead | 158625 | -500 |
| Zinc | 273675 | -2525 |
| Nickel | 376476 | 3888 |

Gold Lease Rates

| Term | Rate | Change |
|------|---------|---------|
| 1 m | 0.0884% | +0.0250 |
| 2 m | 0.1100% | +0.0175 |
| 3 m | 0.1381% | +0.0150 |
| 6 m | 0.2097% | +0.0025 |
| 1 y | 0.4007% | +0.0050 |

| Scrip | Close | % Change | R1 | R2 | Pivot | S2 | S1 |
|-----------|-------|----------|-------|-------|-------|-------|-------|
| GOLD | 27851 | 0.06 | 27967 | 28083 | 27883 | 27683 | 27767 |
| SILVER | 36968 | 0.54 | 37245 | 37522 | 36922 | 36322 | 36645 |
| CRUDE | 2949 | 1.27 | 2999 | 3049 | 2949 | 2849 | 2899 |
| NG | 192.5 | -2.18 | 196.3 | 200.2 | 194.2 | 188.2 | 190.3 |
| COPPER | 383.3 | 0.17 | 385.5 | 387.8 | 383.8 | 379.8 | 381.5 |
| NICKEL | 592.4 | -0.10 | 595.9 | 599.5 | 593.5 | 587.5 | 589.9 |
| LEAD | 148.8 | 0.17 | 150.5 | 152.3 | 149.3 | 146.3 | 147.5 |
| ZINC | 181.7 | -0.41 | 184.8 | 187.9 | 182.9 | 177.9 | 179.8 |
| ALUMINIUM | 121.2 | 0.78 | 122.1 | 123.1 | 121.6 | 120.1 | 120.6 |

■ Comex Division

| Bullions (Spot) | Last close | % change |
|-----------------|------------|----------|
| Gold | \$1219.75 | 0.19 |
| Silver | \$15.8780 | 0.44 |

* According to 12 JUL, 2017.

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BULLION

Gold advances as dollar eases from high

Review

Gold rose on Wednesday, after Federal Reserve chair Janet Yellen's testimony to congress revealed that the central bank believes it would not have to lift rates "all that much" to reach the neutral fed funds rate, pointing to a slower pace of future rate hikes. The Fed "continues to expect that the evolution of the economy will warrant gradual increases in the federal funds rate over time," Yellen said in her prepared testimony. Yellen noted that the federal funds rate "would not have to rise all that much further" to reach a neutral level, suggesting a slowdown in the pace of future rate hikes. The somewhat dovish statement from Yellen weighed on the dollar and yields, boosting demand for the precious metal. The dollar fell traded roughly flat against its rivals while the US 10 year bond dipped 1.35% to 2.330. Gold is sensitive to moves in both bond yields and the U.S. dollar – lower dollar makes gold cheaper for holders of foreign currency while a fall in U.S. rates lowers the opportunity cost of holding non-yielding assets such as bullion. Gold and Silver settled at 27851 and 36968 respectively.

TECHNICAL OUTLOOK



Today, Gold has support at 27600 and resistance at 27900--28050 while silver has support at 36500 and resistance at 37300. Traders can sell Gold on rise with stop loss above 28050 on closing basis

ENERGY

Oil prices dip as OPEC expects less demand for its crude

Review

Oil prices dipped on Thursday as producer club OPEC said it expected demand for its crude to decline next year as rivals pump more, pointing to a market surplus in 2018 despite efforts to tighten supply. The Organization of the Petroleum Exporting Countries (OPEC) said late on Wednesday that the world would need 32.20 million barrels per day (bpd) of crude from its members next year, down 60,000 bpd from this year, as consumers have increasing choice of supplies from outside OPEC. Meanwhile, OPEC said its output rose by 393,000 bpd in June to 32.611 million bpd. The gain was led by Nigeria and Libya. This came despite a pledge by OPEC to curb output by about 1.2 million bpd between January this year and March 2018, while Russia and other non-OPEC producers say they will hold back half as much. Despite the ongoing supply overhang, there are signs of a gradual reduction in the global glut. In the United States, crude oil inventories last week dropped the most in 10 months. Crude inventories fell 7.6 million barrels in the week to July 7, to 495.35 million barrels. The decline was the biggest since the week ended Sept. 4. While U.S. crude inventories remain far above their five-year average, stocks have fallen 7 percent since record levels from late March. "U.S. inventory numbers confirmed that a drawdown (of excess inventories) was in train," ANZ bank said. Strong Chinese demand also continues to support prices. China imported 212 million tonnes of crude oil, or 8.55 million bpd, in the first six months of the year, up 13.8 percent on the same period in 2016, customs data showed on Thursday. That makes China the world's biggest crude importer, ahead of the United States. Crude oil settled at 2949

TECHNICAL OUTLOOK



Source: Teleguide

Crude oil has support at 2920 and resistance at 2980---3025. Traders can trade in a range with strict stop loss and wait for confirmation

BASE METAL

Copper jumps on demand hope, easing supply worries

Review

Tracking global cues copper prices on the Multi-Commodity Exchange (MCX) is expected to higher amid higher demand from China, United States and easing supply worries. Prices of industrial metals will up on as better than expected manufacturing activity in China and United States boosted confidence regarding higher global demand. On Friday, data released by the China Federation of Logistics and Purchasing (CFLP) showed Manufacturing Purchasing Managers Index (PMI) for the month of June rose to 51.7 compared to 51.2 in the previous month. The Commerce Department released a report on Thursday showing that the US trade deficit narrowed in the month of May. The report said the trade deficit narrowed to \$46.5 billion in the month of May from \$47.6 billion in April. Economists had expected the deficit to narrow to \$46.2 billion. Meanwhile, activity in the US service sector unexpectedly grew at an accelerated rate in the month of June, said the Institute for Supply Management on Thursday. The ISM said its non-manufacturing index climbed to 57.4 in June from 56.9 in May. Economists had expected the index to edge down to 56.5. Further, better than expected nonfarm payroll data from the US will also keep metals under pressure by denting investors' appetite for dollar denominated commodities. For the month of June US creased 222,000 jobs compared to 138,000 in the previous month. Economist had expected jobs to rise to 179,000, data released by the US Department of Labor showed. With strong NFP data dollar index against the other currency expected to remain strong for the next week which will keep base metals down. Copper prices may come under pressure tracking sharp build up in stocks at London Metal Exchange (LME) this week along with easing worries of supply disruption from Chile's Escondido mine. An agreement on workers' shifts at BHP's Escondido mine signals improving Chilean labor relations and has eased concern over rise in mine disruptions in Chile. Copper settled at 383.65

TECHNICAL OUTLOOK



Source: Telequote

Copper has support at 380 and resistance at 386. Traders can trade in a range with strict stop loss and wait for confirmation

AGRI COMMODITY

Soy crops may suffer if rains fail in next 2-3 days

Review

Soybean crop in most parts of Madhya Pradesh, which account of 70% of country's total output, is facing moisture stress and may suffer huge losses if it doesn't rain in the next 2-3 days, said official and traders. In Madhya Pradesh farmers have planted soybean on 2.86 million hectare until Jul 6 versus 3.38 million hectare a year ago. "Soybean requires rain badly in most parts of the state as crop is facing moisture stress. As of now there is no major report of any damage to crops but if it doesn't rain for next 2-3 days there may be heavy losses. There are few reports of withering of soy crop from Nimad area but no major report has been received so far, Bhatia said. Farmers in the state started soy sowing from Jun 15 on hope of timely arrival of rains. "For the last 10 days there is no rain and it is a matter of concern for farmers," he said. Soybean crop in Madhya Pradesh is facing water problem as there has been no rains for the last 8-10 days, said DN Pathak, Executive Director, Soybean Processors Association of India (SOPA). "We have received reports of some damage to crops from some pockets but it is too early to say at this stage. However, if dry spell continues for some more days there may be huge losses. Farmers of Madhya Pradesh have also raised concerns regarding moisture stress. "It is one-month since we have planted soybean seed of 9560 quality over 33 bigha. Our plants are on ventilator now. If it doesn't rain in next 4-5 days average output may fall," said Rajendra Rathor of Double Chowki village in Dewas district of Madhya Pradesh. Soybean crop is under stress not only in Madhya Pradesh but in some districts of Maharashtra too. "There is no major loss as of now but if it doesn't rain in the next 2-3 days soybean crop may start withering," Jain said. Madhya Pradesh received 16% below normal rains until Jul 9 during the current monsoon season, data released by India Meteorological Department showed today. Agar-Malwa got 34% below normal rains until Jul 9 while Betul got 30% below normal rains and deficiency in Bhopal is as high as 48%, data showed. Rainfall deficiency stood at 42% in Harda, 47% in Hoshangabad, 34% in Khargone, 34% in Seopur, 40% in Ujjain, 46% in Balaghat, 32% in Chhattarpur, 25% in Sagar and 37% in Shahdol, data showed. Soybean (Aug) settled around 3038

TECHNICAL OUTLOOK

Soy Bean Indore 1708(INCSOYQ7|2017/07/12 - Daily B:3034.00 A:3039.00
O 3017.00 H 3043.00 L 2992.00 C 3038.00 ↑ V 59,380 I 75,090 +24 +0.80%
ST(10,3) 2910.53 SMA(40) 2809.5



Source: Teleguote

Traders can buy Soybean in panic around 2980 with stop loss below 2900 on closing basis for the upside target of 3185.



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