

## Bullion

In the yesterday's trading session, Spot Gold traded in a range bound manner with a slight positive bias while MCX Gold prices surged by over 0.74 percent gaining support from virus concerns, China's monetary easing measures, ECB's shift in inflation strategy and uneven recovery.

The US Dollar Index has surged after data showed U.S. consumer prices last month rose by the most in 13 years, with focus now shifting to Federal Reserve Chair Jerome Powell's testimony before Congress.

In addition, markets are still discounting the recent statement made by the finance ministers of the world's 20 largest economies. They warned that an upsurge in new coronavirus variants and poor access to vaccines in developing countries could threaten the global economic recovery.

Also, soaring number of Delta variant COVID-19 cases ignited worries over extension of lockdown in major economies and derailing the global recovery which further supported the safe haven asset, Gold.

## Silver

Yesterday, Spot silver prices ended lower by 0.82 percent to close at \$26.0 per ounce whilst Silver prices on the MCX surged by around 0.14 percent to Rs.69500 per kg in line with the gains on Gold prices.

## Outlook

Gold may remain choppy amid lack of fresh cues however increasing challenges may improve safe haven appeal.

Markets are expected to have a keen watch on the US Inflation data and Federal Reserve Chair Jerome Powell's Testimony which shall keep the US Dollar Index volatile thereby influencing the trend of both silver and hold prices.

On the MCX, gold prices are expected to trade lower in today's session.

### Technical Outlook

valid on 14-Jul-21

BULLION	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCX BULLDEX JUN'21	14980	15180	15550	15700
GOLD - AUG'21	9390	9450	9560	9630
SPOT GOLD	14980	15180	15550	15700
SILVER - SEPT'21	9390	9450	9560	9630
SPOT SILVER	14980	15180	15550	15700

## Market Highlights (% change)

as on 13<sup>th</sup> July 2021

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/\$ (Spot)	74.6	0.08	-0.19	1.84	0.08
Euro/\$ (Spot)	88.0	-0.43	-0.50	-0.67	2.79
Dollar Index	92.8	0.53	0.36	2.43	-2.49
NIFTY	15812.4	0.76	0.54	0.08	41.66
SENSEX	52769.7	0.76	0.38	0.56	39.12

Source: Refinitiv

## Market Highlights Gold (% change)

as on 13<sup>th</sup> July 2021

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Gold (Spot)	1807.4	0.09	0.27	-3.69	-1.85
Gold (Spot - Mumbai)*	47850.0	0.74	-0.63	-2.15	-2.94
Comex	1809.4	0.22	0.54	-3.62	-1.79
MCX Gold	47889.0	0.24	0.35	-2.07	-3.31
MCX BULLDEX	14734	0.08	0.30	-3.18	#N/A

(Comex, Gold spot in \$ per ounce, MCX, Gold spot Mumbai in Rs/10 gms) Source: Refinitiv

## Market Highlights Silver (% change)

as on 13<sup>th</sup> July 2021

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Silver (Spot)	26.0	-0.82	0.22	-6.91	21.71
Silver (Spot - Mumbai)	69500.0	0.14	-2.02	-4.14	28.35
Comex	26.1	-0.39	0.57	-7.17	21.48
MCX Silver	69081.0	-0.42	0.17	-4.36	20.47

(Comex in \$ per ounce, MCX, Silver spot in Rs/kg)

Source: Refinitiv

## Energy

### Crude Oil

WTI Crude prices surged by more than 1.5 percent in the yesterday's trading session after the International Energy Agency said the market should expect tighter supply for now due to disagreements among major producers over how much additional crude to ship worldwide.

The agency has also predicted in its monthly report that robust global economic growth, rising vaccination rates, and easing social distancing measures will combine to underpin stronger global oil demand for the remainder of the year.

However, worries over tighter pandemic led curbs in many regions of Asia, Australia and Europe following the increase in the Delta variant cases restricted sharp gains in Crude Oil prices.

Brent was trading slightly in a range bound manner despite surge in other oil categories reason being on future demand concerns after data showed that China's first-half crude imports dropped, but were still holding near a one-week high amid concerns about supplies as the world recovers from the coronavirus pandemic.

### Outlook

Crude prices are likely to trade in a volatile manner. Firm equities, delay in Iran talks, lower US inventory, lack of clarity on OPEC output quota, and strong pent up demand are near term price drivers for rising oil prices.

Oil prices are expected to trade sideways to higher on the MCX in today's session.

#### Technical Outlook

valid on 14-Jul-21

Crude	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCX CRUDE JULY'21 (RS/BBL)	5340	5430	5690	5780
WTI CRUDE OIL (\$/BBL)	74.15	74.60	75.30	75.65
BRENT CRUDE OIL (\$/BBL)	75.60	76.00	76.70	77.20
MCX NATURAL GAS JULY'21	266	271	282	289

### Market Highlight Crude Oil (% change) as on 13<sup>th</sup> July 2021

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	77.8	0.08	2.62	8.76	72.17
NYMEX CRUDE	75.3	1.55	3.17	6.12	79.34
ICE BRENT CRUDE	76.5	1.77	3.20	5.23	72.59
MCX CRUDE	5609.0	2.02	3.43	7.82	79.55

(Brent & NYMEX Crude in \$ per bbl, MCX Crude in Rs/bbl)

Source: Refinitiv

### Market Highlight Natural Gas (% change) as on 13<sup>th</sup> July 2021

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	3.7	-1.41	0.22	12.14	120.66
MCX NG	274.8	-0.94	0.15	12.44	114.86

(NYMEX NG in \$/MMBtu, MCX NG in Rs/MMBtu)

Source: Refinitiv

## Base Metals

Copper, Aluminium & Nickel traded higher while Lead & Zinc made losses in the yesterday's trading session. Reason behind Copper's downtrend could be attributed to falling imports by top consumer China and climbing inventories raised worries about demand.

Also, a stronger dollar also weighed on the metals. Apparently, the U.S. inflation number from June triggered the rally of the dollar. Market participants see higher inflation could bring forward expectations of a rate hike from the Fed.

## Copper

LME Copper plunged by 0.04 percent in yesterday's trading session on concerns about demand prospects in top consumer China where economic recovery appeared to be slowing.

As per customs data released yesterday, China's copper imports fell for a third straight month in June as high prices and slowing manufacturing growth weighed on demand in the world's top consumer of the metal.

Imports of unwrought copper and copper products were 428,438 tonnes last month, the General Administration of Customs said. That was down 3.9% from 445,725 tonnes in May and down 34.7% from 656,483 tonnes in June 2020, then a monthly record.

## Outlook

Industrial metals might feel some pressure in the week ahead on signs of weakness in China's economy. However, prospects of easing monetary policy by China will be supportive for the Base metals complex.

On the MCX, Copper prices are expected to trade lower today.

### Technical Outlook

valid on 14-Jul-21

Base metals (Rs/Kg)	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCX METLDEX JULY'21	14920	15120	15490	15640
LME COPPER (\$/TONNE)	9270	9330	9440	9510
COPPER JULY'21	706	715	730	738
ZINC JULY'21	234.80	237.00	241.30	243.60
LEAD JULY'21	174.60	176.70	181.20	183.10
ALUMINIUM JULY'21	193.20	195.70	201.00	204.30
NICKEL JULY'21	1358	1379	1414	1435

## Market Highlights Base Metals (% change) as on 13<sup>th</sup> July 2021

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME COPPER (3 MONTH)	9412.5	0.04	0.96	-5.91	44.04
MCX COPPER	725.8	-0.41	0.72	-3.05	42.61
LME ALUMINIUM (3 MONTH)	2535.5	1.85	3.83	2.88	49.45
MCX ALUMINIUM	199.7	0.60	1.78	2.38	44.94
LME NICKEL (3 MONTH)	18778.0	0.53	2.42	3.02	39.45
MCX NICKEL	1405.0	0.44	2.00	4.48	38.57
LME LEAD (3 MONTH)	2311.0	-0.92	0.61	4.81	25.05
MCX LEAD	179.2	-0.36	0.00	3.76	21.00
LME ZINC (3 MONTH)	2934.5	-0.51	0.03	-3.61	30.71
MCX ZINC	240.1	-0.29	0.10	-0.83	36.08

(LME IN \$/Tonne, MCX in Rs/kg)

Source: Refinitiv

## LME Inventories in tonnes

COMMODITY	13/07/21	12/07/21	CHG	%CHG
COPPER	220575	219175	1400	0.64%
ALUMINIUM	1480150	1496075	-15925	-1.06%
NICKEL	226230	226962	-732	-0.32%
ZINC	249575	251075	-1500	-0.60%
LEAD	68200	68775	-575	-0.84%

Source: Refinitiv

**Economic Indicator to be released on 14-Jul-21**

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
CPI y/y	UK	11:30 AM	-	2.2%	2.1%	Medium
PPI m/m	US	6:00PM	-	0.6%	0.8%	High
Crude Oil Inventories	US	8:00PM	-	-4.3M	-6.9M	Medium
Fed Chair Powell Testifies	US	9:30PM	-	-	-	High

**Research Team**
**Prathamesh Mallya**
**AVP Research (Non-Agro Commodities & Currency)**

prathamesh.mallya@angelbroking.com

Direct - (022) 3095 0334

Board line- 4000 3600 Extn :6134

**Yash Sawant**
**Research Associate**

yash.sawant@angelbroking.com

(022) 3095 0336

Board line:4000 3600 Extn: 6136

**Angel Broking Ltd.**

Registered Office: G-1, Ackruti Trade Centre, Rd. No. 7, MIDC, Andheri (E), Mumbai - 400 093.

Corporate Office: 6th Floor, Ackruti Star, MIDC, Andheri (E), Mumbai - 400 093. Tel: (022) 2921 2000

MCX Member ID: 12685 / FMC Regn No: MCX / TCM / CORP / 0037 NCDEX: Member ID 00220 / FMC Regn No: NCDEX / TCM / CORP / 0302

**Disclaimer:** The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. The document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from "Angel Broking Ltd". Your feedback is appreciated on [advisory@angelbroking.com](mailto:advisory@angelbroking.com)