



PCG Research

COMMODITY PULSE

DATE
13th August 2019



Commodity Pulse

- ⇒ Bullion prices traded higher with international spot gold prices rallied more than 1% to \$1530. MCX Gold Oct futures traded above Rs. 38500 on strong international peers and weaker rupee. Silver prices gained more than 2% witnessing bargain buying. The global uncertainty over US-China trade war, public unrest in Hong Kong and pace of economic recovery are the supportive factors for rally in bullion prices.
- ⇒ Crude oil prices traded weak with benchmark WTI crude oil prices kept the lower trading range below \$55 on weak demand outlook. Crude oil prices traded under pressure as trade war escalation has deteriorated demand outlook for crude oil. The record oil production from US is also a bearish factor for oil prices.
- ⇒ Base Metals traded mixed with most of the metals witnessed marginal recovery despite weak demand outlook and trade war concerns. Nickel prices continued the upside on lower supply concerns from Indonesia.
- ⇒ For evening session, the dollar index movement and performance of US equity indices will be important for commodity prices along with US CPI data.

Technical Levels

Exchange	Commodity	S3	S2	S1	Pivot	R1	R2	R3
MCX	Gold	37366	37489	37601	37724	37836	37959	38071
MCX	Silver	42468	42653	42889	43074	43310	43495	43731
MCX	Crude Oil	3698	3739	3765	3806	3832	3873	3899
MCX	Natural Gas	146.77	147.53	148.67	149.43	150.57	151.33	152.47
MCX	Copper	432.02	433.83	436.22	438.03	440.42	442.23	444.62
MCX	Lead	153.15	153.60	154.20	154.65	155.25	155.70	156.30
MCX	Zinc	182.23	183.87	184.83	186.47	187.43	189.07	190.03
MCX	Nickel	1022.97	1034.13	1042.07	1053.23	1061.17	1072.33	1080.27
MCX	Aluminium	139.13	139.57	140.03	140.47	140.93	141.37	141.83
MCX	Cotton	19437	19643	19817	20023	20197	20403	20577
MCX	CPO	523.27	524.73	525.87	527.33	528.47	529.93	531.07
MCX	Mentha Oil	1257.00	1262.40	1266.30	1271.70	1275.60	1281.00	1284.90

Disclosure:

We/I, **(TAPAN PATEL), (MFA)**, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. HSL has no material adverse disciplinary history as on the date of publication of this report. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report. Research Analyst or his/her relative or HDFC Securities Ltd. **does have/ does not have** any financial interest in the subject company. Also Research Analyst or his relative or HDFC Securities Ltd. or its Associate may have beneficial ownership of 1% or more in the subject company at the end of the month immediately preceding the date of publication of the Research Report. Further Research Analyst or his relative or HDFC Securities Ltd. or its associate **does have/does not have** any material conflict of interest.

Any holding in stock – Yes/ No

HDFC Securities Limited (HSL) is a SEBI Registered Research Analyst having registration no. INH000002475.

Disclaimer:

This report has been prepared by HDFC Securities Ltd and is meant for sole use by the recipient and not for circulation. The information and opinions contained herein have been compiled or arrived at, based upon information obtained in good faith from sources believed to be reliable. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. This document is for information purposes only. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete and this document is not, and should not be construed as an offer or solicitation of an offer, to buy or sell any securities or other financial instruments.

This report is not directed to, or intended for display, downloading, printing, reproducing or for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject HSL or its affiliates to any registration or licensing requirement within such jurisdiction.

If this report is inadvertently sent or has reached any person in such country, especially, United States of America, the same should be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published in whole or in part, directly or indirectly, for any purposes or in any manner.

Foreign currencies denominated securities, wherever mentioned, are subject to exchange rate fluctuations, which could have an adverse effect on their value or price, or the income derived from them. In addition, investors in securities such as ADRs, the values of which are influenced by foreign currencies effectively assume currency risk.

It should not be considered to be taken as an offer to sell or a solicitation to buy any security. HSL may from time to time solicit from, or perform broking, or other services for, any company mentioned in this mail and/or its attachments.

HSL and its affiliated company(ies), their directors and employees may; (a) from time to time, have a long or short position in, and buy or sell the securities of the company(ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

HSL, its directors, analysts or employees do not take any responsibility, financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this report, including but not restricted to, fluctuation in the prices of shares and bonds, changes in the currency rates, diminution in the NAVs, reduction in the dividend or income, etc.

HSL and other group companies, its directors, associates, employees may have various positions in any of the stocks, securities and financial instruments dealt in the report, or may make sell or purchase or other deals in these securities from time to time or may deal in other securities of the companies / organizations described in this report.

HSL or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

HSL or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction in the normal course of business.

HSL or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither HSL nor Research Analysts have any material conflict of interest at the time of publication of this report. Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. HSL may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. We have not received any compensation/benefits from the subject company or third party in connection with the Research Report.

HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066

Compliance Officer: Binkle R. Oza Email: complianceofficer@hdfcsec.com Phone: (022) 3045 3600

HDFC Securities Limited, SEBI Reg. No.: NSE, BSE, MSEI, MCX: INZ000186937; AMFI Reg. No. ARN: 13549; PFRDA Reg. No. POP: 11092018; IRDA Corporate Agent License No.: CA0062; SEBI Research Analyst Reg. No.: INH000002475; SEBI Investment Adviser Reg. No.: INA000011538; CIN - U67120MH2000PLC152193

Mutual Funds Investments are subject to market risk. Please read the offer and scheme related documents carefully before investing.