



**BRAJ BINANI GROUP**

# Daily

Tuesday, 02 July, 2019

Currency Market

Precious Metals

Base Metals

Energy Market



### London Metal Exchange : Monday 01, July 2019

### MMR Landed Prices

Pr. Sell	Morning Session		Afternoon Session		Kerb	Change	Stk(tns)	Value		
(1)	Buy	Sell * (2)	Buy	Sell		(2) - (1)	change			
							\$/ton	Rs/ton		
<b>Copper Grade A</b>										
Spot	5972.00	5998.00	<b>5999.00</b>	5964.00	5965.50	5937.75	<b>27.0</b>	240,900	MMR LP	443,853
3-mth	5981.50	6011.00	<b>6012.00</b>	5979.00	5980.00	5954.50	<b>30.5</b>	-500	14-D MA	438,468
Average	10-days - 5947.95	20-days - 5879.13		30-days - 5883.03					PP (HCL)	448,294
<b>Tin High Grade</b>										
Spot	18805.00	18875.00	<b>18900.00</b>	18960.00	18965.00	18890.00	<b>95.0</b>	6,410	--	--
3-mth	18850.00	18850.00	<b>18860.00</b>	18945.00	18950.00	18900.00	<b>10.0</b>	20	--	--
Average	10-days - 19019.00	20-days - 19164.75		30-days - 19227.33					--	--
<b>Lead</b>										
Spot	1914.00	1921.50	<b>1922.50</b>	1912.00	1913.00	1892.00	<b>8.5</b>	65,750	MMR LP	149,329
3-mth	1927.00	1934.00	<b>1934.50</b>	1925.00	1926.00	1906.00	<b>7.5</b>	-425	14-D MA	148,325
Average	10-days - 1905.05	20-days - 1895.90		30-days - 1862.43					PP (HCL)	161,600
<b>Zinc Special High Grade</b>										
Spot	2580.50	2545.50	<b>2546.00</b>	2532.00	2533.00	2529.00	<b>-34.5</b>	95,125	MMR LP	199,806
3-mth	2495.50	2482.00	<b>2483.00</b>	2465.00	2466.00	2462.00	<b>-12.5</b>	-1875	14-D MA	203,290
Average	10-days - 2581.45	20-days - 2598.65		30-days - 2630.35					PP (HCL)	205,500
<b>Aluminium</b>										
Spot	1773.50	1777.00	<b>1778.00</b>	1778.00	1779.00	1770.50	<b>4.5</b>	989,125	MMR LP	144,006
3-mth	1793.50	1803.00	<b>1803.50</b>	1801.00	1802.00	1794.00	<b>10.0</b>	-7600	14-D MA	143,073
Average	10-days - 1766.15	20-days - 1754.80		30-days - 1757.53					PP (Nalco)	149,350
<b>Aluminium Alloy</b>										
Spot	1215.00	1215.00	<b>1225.00</b>	NA	NA	NA	<b>10.0</b>	5,940		
3-mth	1205.00	1200.00	<b>1220.00</b>	NA	NA	NA	<b>15.0</b>	-300		
Average	10-days - 1204.00	20-days - 1231.00		30-days - 1258.10						
<b>Nickel</b>										
Spot	12665.00	12330.00	<b>12340.00</b>	12215.00	12220.00	12266.00	<b>-325.0</b>	161,658	Copper	03-Jun
3-mth	12710.00	12410.00	<b>12420.00</b>	12295.00	12300.00	12350.00	<b>-290.0</b>	-3060	Aluminium	01-Jun
Average	10-days - 12229.50	20-days - 11994.00		30-days - 11999.00					Zinc	01-Jul
									Lead	01-Jul

Note: 1. MMR LP = MMR Landed Prices, excluding excise duty. 2. PP = Producer Prices ex-smelter, excl. excise

### Minor Metals (\$/LB)

Antimony	Cadmium	Cobalt HG	Moly.oxide	Selenium	Silicon	Tungsten	Fe Si Manganese
99.65%	99.95%	99.80%					
6,700	128.00	16.40	12.20	10.50	1790.00	270.00	153

### Week ended Avg of Steel Prices : 28/06/2019 (Excl. GST)

	Mandi Gobindgarh - Punjab	Mumbai	Kolkata	Delhi	Chennai	Mumbai	Bhiwadi	Kanpur
Sponge Iron	25,600 HMS OLD	24,800 HMS	27,500	27,700	23,800	MS Ingots	37,000	38,000
Pig Iron	29,700 HMS Fresh	32,000 CRP(LSLP)	-	-	31,500			
Alum. Alloy : Basic prices excl. CST/VAT	Mumbai Mkt rates in kgs : 30/5/2019	ADC 12	124.5	AISI 9 Cu3	126.5	LM6	151.5	
	Ex. Delhi Mkt rates in kgs : 30/5/2019		124					

### Indicative Domestic Market Rates (Rs./kg)

### Comex Copper (cents/lb)

### Comex Al (cents/lb)

	Mumbai		Delhi		Chennai		Rate	Change	Rate	Change	
	01-Jul	Prev	01-Jul	Prev	01-Jul	Prev					
<b>Virgin Metals</b>							May'19	<b>265.55</b>	-5.0	-	-
Copper Pat			<b>427.0</b>	427.0	-	-	Jun'19	<b>266.40</b>	-4.9	-	-
Copper W/Bar	<b>462.0</b>	462.0	-	-	-	-	Jul'19	<b>266.10</b>	-5.3	-	-
Alum Ingot	<b>140.0</b>	140.0	<b>141.0</b>	141.0	<b>143.0</b>	143.0	<b>Metal</b>	<b>Market</b>	<b>Unit</b>	<b>01-Jul</b>	Prev
Zinc Slab	<b>202.0</b>	202.0	<b>220.0</b>	220.0	-	-	Gold Std	Mumbai	Rs/10g	<b>33,673</b>	34,126
Lead Ingot	<b>152.0</b>	152.0	<b>153.0</b>	153.0	-	-	Silver	Mumbai	Rs/kg	<b>37,395</b>	37,410
Tin Slab	<b>1540.0</b>	1540.0	<b>1,545.0</b>	1,545.0	-	-	Gold	London	\$/tr.oz.	<b>1,409.00</b>	1,409.00
Nickel (4x4)	<b>900.0</b>	900.0	<b>942.0</b>	942.0	-	-	Silver	London	\$/tr.oz.	<b>15.22</b>	15.22
<b>Scrap</b>							Gold	Comex	\$/tr.oz.	<b>1,409.70</b>	1,409.70
Copper Heavy	<b>425.0</b>	425.0	--	--	-	-	Silver	Comex	\$/tr.oz.	<b>15.25</b>	15.25
Copper Uten.	<b>403.0</b>	403.0	--	--	-	-	<b>Forex: Jul, 01, 2019 (Rs/Unit Currency)</b>				
Copper Mixed	--	--	<b>407.0</b>	407.0	-	-		<b>USD</b>	<b>GBP</b>		<b>YEN</b>
Brass Utensil	<b>319.0</b>	319.0	--	--	-	-	<b>Buy</b>	69.00	87.25		0.6374
Brass Huny	<b>305.0</b>	305.0	<b>318.0</b>	318.0	-	-	<b>Sell</b>	68.92	87.16		0.6364
Brass Sheet	<b>340.0</b>	340.0	-	-	-	-		<b>EURO</b>	<b>SGD</b>	<b>AUD</b>	<b>SFR</b>
Alum Utensil	<b>121.0</b>	121.0	<b>119.0</b>	119.0	-	-	<b>Buy</b>	78.31	50.99	48.28	70.31
							<b>Sell</b>	78.24	50.91	48.23	70.18

Customs Notified Rates : June 07th 2019 [Rs.(Imp/Exp)]: US\$ 70.30/68.60; Pound Sterling 89.75/86.55; Euro 79.50/76.50

U.S. stocks rallied to all-time highs after a trade truce with China, though finished well off highs of the day as measures of manufacturing activity showed growth slowing in the world's largest economy. Treasuries fell with gold

The S&P 500 ended at a record for the first time in 10 days, led by a surge in chipmakers after President Donald Trump agreed to ease a ban on American companies supplying Chinese tech giant Huawei. The Nasdaq 100 hit a two-month high. Industrial shares underperformed, as a U.S. manufacturing gauge showed orders stalled last month.

"The rally on this news will probably be short-lived and then we'll go back to worrying about very weak growth data," Ed Campbell, portfolio manager and managing director at QMA, said in an interview.

The U.S. data came after a series of weak factory reports from major economies around world reaffirmed speculation that global central banks will remain on track with easier monetary policy. The 10-year Treasury yield climbed even as futures traders still priced in almost 75 basis points of rate cuts this year by the Federal Reserve. Gold slid 1.4%.

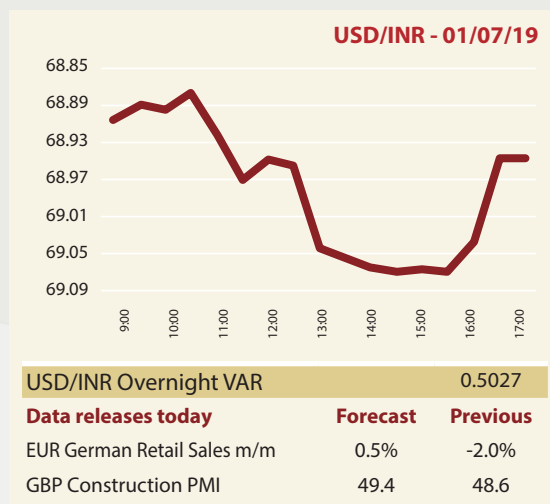
Crude advanced toward \$60 a barrel, after major producers agreed to extend output cuts. Stocks in Shanghai and Tokyo led Asian gains, while markets in Hong Kong were closed for

a holiday as a new wave of unrest hit the city.

Traders seem cautiously optimistic in the wake of the G-20 gathering, though the move to delay further tariffs and resume talks doesn't offer much clarity on the critical issues. Investors have also been assessing global growth as a series of major purchasing manager readings on Monday morning showed declines. U.S. factory data are also due today.

## Currency Market

In Europe, the euro trimmed a decline and European bonds were mixed as data showed manufacturers in the region remained firmly stuck in a slump last month, and as leaders failed again to agree who will fill key European Union roles, including the presidency of the central bank. Italian bonds surged, reflecting optimism



6 mth LIBOR	Major Currencies	Today's Crosses	Spot v/s INR	Cash	Forward Rates v/s INR (Export/ Import)					
					July	August	September	December	March	June
2.20	USD / INR		<b>69.02/ 04</b>	68.99/ 02	69.23/ 27	69.48/ 52	69.75/ 79	70.57/ 61	71.39/ 43	72.23/ 27
-	ATM Options (put/call)	-	-	-	0.38/0.39	0.59/0.60	0.73/0.74	1.08/1.10	1.35/1.39	1.58/1.65
0.15	EUR / USD	<b>1.1278</b>	<b>77.84/ 86</b>	77.81/ 84	78.24/ 29	78.72/ 76	79.21/ 25	80.72/ 76	82.19/ 20	83.61/ 64
-0.02	USD / JPY(100)	<b>108.39</b>	<b>63.68/ 69</b>	63.65/ 67	63.99/ 03	64.37/ 41	64.76/ 80	65.99/ 03	67.14/ 18	68.28/ 33
0.85	GBP / USD	<b>1.2629</b>	<b>87.16/ 19</b>	87.12/ 16	87.54/ 60	87.98/ 03	88.43/ 48	89.79/ 84	91.09/ 14	92.38/ 42
-0.69	USD / CHF	<b>0.9869</b>	<b>69.93/ 94</b>	69.90/ 92	70.32/ 36	70.77/ 81	71.22/ 23	72.67/ 70	74.06/ 08	75.43/ 44
3.06	AUD / USD	<b>0.6977</b>	<b>48.15/ 17</b>	48.13/ 16	48.35/ 37	48.57/ 59	48.79/ 82	49.48/ 50	50.15/ 17	50.83/ 84

Source: Meckliff Financial

that the European Commission won't penalize the nation this summer over its budget deficit. The pound weakened as a U.K. factory gauge contracted.

Elsewhere, the lira rallied after Trump indicated he may reassess his threats to sanction Turkey if it goes ahead with a Russian missile purchase. Swiss stocks rose as much as 1.3% as never-before-tested provisions to safeguard liquidity kicked in following a showdown with the European Union. Gold dropped the most in a year.

The Bloomberg Dollar Spot Index increased 0.5% to the highest in more than a week on the largest climb in more than two weeks. The euro dipped 0.8% to \$1.1285. The Japanese yen fell 0.5% to 108.46 per dollar, the weakest in almost two weeks.

## Precious Metals

Gold has started the week softer after a weekend Group of 20 meeting rekindled hopes of the U.S. and China averting an all-out trade war, but the metal is likely to attract buying at lower levels, said UBS. "Positive risk sentiment, some repricing of Fed cut expectations, and dollar strength are all weighing on gold, and consolidation, which already started last week, is likely to continue around these levels in the near term," UBS said.

As of 8:38 a.m. EDT, spot gold was trading \$16.20 lower to \$1,392.70 an ounce. "We expect

gold to ultimately be supported," UBS said.

"Strategic buying is likely to emerge at lower levels, potentially augmented by physical buying, especially given seasonal demand in late Q3 through to Q4....Our models suggest gold is better poised to withstand bouts of dollar strength, with real rates currently the stronger driver of prices. Diversification is likely to remain attractive for investors amid a dovish policy backdrop, low rates and lingering uncertainties.

Market pricing for Fed cuts are likely to be shifted partially to September or March, and with data remaining soft, the impact on back-end real rates is likely to be more subdued." And, the bank added, while a U.S.-China truce was reached, an ultimate resolution of the trade war remains "elusive for now."

## Base Metals

Shanghai nickel prices slumped nearly 4% in early trade on Tuesday, tracking a steep fall in London in the previous session as investors chose to book profits.

The metal used to make stainless steel was the standout performer in the base metals complex in the first half of 2019 with a gain of more than 12% in London, but is now on course to close lower for a third straight session.

The most traded August nickel contract on the Shanghai Futures Exchange slumped as much as 3.8% to a one-week low of 97,180 yuan (\$14,172.79) a tonne and stood at 97,370 yuan as of 0159 GMT. Three-month nickel on the London Metal Exchange was down 1.3% at \$12,195 a tonne after ending down 2.7% on Monday.

Three-month LME copper was flat at \$5,953 a tonne, after ending 0.6% lower on Monday as euphoria over a U.S.-China trade truce gave way to lingering fears over demand.

Shanghai copper slipped 1.4% to 46,620 yuan a tonne.

Market Highlights - Gold (% change)		as on July 01, 2019				
Gold	Unit	Last	Prev. day	WoW	MoM	YoY
Gold (Spot)	\$/oz	1392.1	-1.21	-0.5	8.0	11.2
Gold (Spot-Mumbai)	Rs/10 gms	33900.0	0.22	0.0	7.3	11.1
Comex (May'19)	\$/oz	1393.1	-1.18	-1.5	5.3	11.6
MCX Gold (Jun'19)	Rs/10 gms	34026.0	-0.53	-0.4	7.0	10.9

Source: Angel Broking

Freeport-McMoRan Inc said on Monday it expected to report a loss in the second quarter, hit by lower gold production, weaker copper prices and higher costs, sending the U.S. miner's shares down nearly 6%.

A Brazilian Senate inquiry into the collapse of a Vale dam that killed nearly 250 people will recommend

indictments of 14 people, including Vale executives, according to Brazil's official news service, Agencia Brasil, on Monday.

The deaths of 43 illegal miners at a Glencore facility in Congo last week highlighted a growing challenge for mining companies struggling to secure sites from small-scale prospectors digging for cobalt, copper and other

minerals. The LME must force its brands to disclose their impact on the environment as part of the exchange's

efforts to clean up supply chains, a letter signed by 16 NGOs said.

## Energy Market

Oil prices jumped to their highest point in more than a month, pushed higher by an OPEC+ deal and the ceasefire between Trump and Xi, at least for now.

The OPEC+ extension was largely baked into the market already, but oil prices were up sharply in early trading on Monday anyway, as traders appeared heartened by the group's resolve to prevent a renewed surplus. However, it was arguably the handshake agreement between President Trump and Xi Jinping to restart trade negotiations that provided a stronger jolt to the oil market.

On the sidelines of the G20 summit, Trump and Xi met privately and agreed to work towards a deal. As a result, Trump agreed to hold off on new tariffs for the "time being." Markets rejoiced that the standoff was not set to escalate at a time when the

Market Highlights - Crude Oil (% change)							as on July 01, 2019
Crude Oil	Unit	Last	Prev. day	WoW	MoM	YoY	
Brent (Spot)	\$/bbl	64.9	-5.9	-3.8	-8.3	-14.1	
Nymex Crude	\$/bbl	59.7	-2.1	3.9	5.5	-18.7	
ICE Brent Crude	\$/bbl	66.1	-0.7	1.3	-1.2	-14.9	
MCX Crude	Rs/bbl	4053.0	-1.0	0.9	1.6	-19.4	

Source: Angel Broking

global economy appears to be weakening. U.S. stocks rallied to an all-time high.

"It's the best outcome you could have expected given the scenario going into the weekend," Ed Campbell, portfolio manager and managing director at QMA, said in a Bloomberg interview. "The rally on this news will probably be short-lived and then we'll go back to worrying about very weak growth data."

Pitfalls remain. The same chasm between the U.S. and China on trade has hardly changed. While restarting talks is hopeful, it's very hard to see how they overcome their differences on big structural policies.

The political dynamic may also constrain both leaders. Trump is trapped between trying to present a tough approach towards China while also needing to avoid an economic slowdown, especially with the presidential campaign heating up. He will even face pressure from some in his own party. For instance, Senator Marco Rubio denounced Trump's decision to back off sanctions on Chinese tech firm Huawei.

U.S. Accounts For 98% Of All Global Oil Production Growth

If President Trump has agreed to reverse recent sanctions against #Huawei he has made a catastrophic mistake.

It will destroy the credibility of his administrations warnings about the threat posed by the company, no one will ever again take them seriously.