



# COMMODITY REPORT

03 January 2018

## ECONOMIC/GLOBAL NEWS

- Natural gas prices rose to the highest levels in nearly a month as Americans braced for another record-breaking day of low temperatures amid one of the worst cold snaps in decades. February natural gas settled at a one-month high of \$3.056 per million British thermal units, up 3.5% for the session as frigid U.S. temperatures boosted demand. MCX Natural Gas January expiry closed at Rs. 194.40 per British thermal unit, up 2.10%.
- U.K. IHS Markit/CIPS manufacturing PMI fell to 56.3 in December from November's 51-month high of 58.2.
- Eurozone factory PMI improved to 60.6 in December, from 60.1 in November.
- Germany's IHS Markit/BME manufacturing PMI rose to an all-time high of 63.3 in December from 62.5 in November.
- France's factory PMI rose to 58.8 in December from 57.7 in November.
- Italy's manufacturing headline PMI, dropped to 57.4 in December from 58.3 in November.
- Spain's manufacturing PMI fell to 55.8 in December from 56.1 in November.
- Greece manufacturing seasonally adjusted PMI, climbed to 53.1 in December from 52.2 in November.
- Brazil's manufacturing PMI fell to 52.4 in December from November's 81-month peak of 53.5.
- Thailand's seasonally adjusted Nikkei Manufacturing PMI rose to 50.4 in December from 50.0 in November.

Index	02-Jan-18	01-Jan-18	Pts. Ch.	% Change
<b>Dow</b>	24824.01	CLOSED	-	-
<b>Nifty</b>	10442.20	10435.55	<b>6.65</b>	<b>0.06</b>
<b>Sensex</b>	33812.26	33812.75	<b>-0.49</b>	<b>0.00</b>
<b>USD/INR</b>	63.48	63.68	<b>-0.20</b>	<b>-0.31</b>
<b>Dollar Index</b>	91.56	CLOSED	-	-
<b>Euro/\$1US</b>	1.2062	1.2010	<b>0.0052</b>	<b>0.43</b>
<b>\$1US/Yen</b>	112.26	112.66	<b>-0.40</b>	<b>-0.36</b>
<b>Pound/\$1US</b>	1.3594	1.3503	<b>0.0091</b>	<b>0.67</b>

## Market Update

- U.S. stocks kicked off 2018 on a positive note, with major indexes rallying to record levels in a broad rally that saw five of the 11 primary sectors gaining more than 1% on the day. The S&P 500 rose 22 points, or 0.8%, to 2,696. The Nasdaq Composite Index gained 103.5 points, or 1.5%, to 7,007.
- Indian market ended on a flat note as investors awaited third-quarter corporate earnings results due later this month for directional cues.

## Currency Update

- The dollar slumped, the first full trading day of 2018, with a key dollar index falling for a fifth-straight session to trade at a more than three-month low as traders pondered what's next for interest rates and the economy. The ICE U.S. Dollar Index dipped 0.3% to 91.836. The broader WSJ U.S. Dollar Index slipped 0.4% to 85.60. The euro rose to \$1.2060, up from \$1.2006. The British pound climbed to \$1.3600 from \$1.3502. Against the Japanese yen, the dollar fell to ¥112.25 compared with ¥112.67.
- The rupee shot up to end at a nearly 2-1/2 year high of 63.48, surging by 20 paise against the US dollar as the bullish momentum continued strongly for the fourth-straight day driven by upbeat hopes on macro front. At the Interbank Foreign Exchange (forex) market, the rupee resumed slightly positive at 63.65 from overnight close of 63.68. But, soon it encountered resistance and retreated sharply to touch a low of 63.77. However, overcoming the initial volatility, the local unit bounced back sharply to hit an intra-day high of 63.43 in mid-afternoon deals before ending at 63.48, showing a smart gains of 0.20 paise, or 0.31%. The RBI fixed the reference rate for the dollar at 63.6728.

Name of the ETF	Holdings In Tonnes As		%Ch
	02-Jan-18	29-Dec-17	
<b>SPDR Gold ETF</b>	836.32	837.50	<b>-0.14</b>
<b>iShares Silver Trust</b>	9972.70	9972.70	<b>0.00</b>

Symbol	02-Jan-18		Ratio
	Close	Close	
<b>Gold v/s Silver</b>	1316	17.206	<b>76.49</b>
<b>Gold v/s Crude Oil</b>	1316	60.37	<b>21.80</b>

Bullion	Closing		% Ch
	02-Jan-18	01-Jan-18	
<b>Gold Feb MCX</b>	29162	29123	<b>0.13</b>
<b>Gold Feb Comex</b>	1316	CLOSED	-
<b>Silver Mar MCX</b>	39180	39176	<b>0.01</b>
<b>Silver Mar Comex</b>	17.206	CLOSED	-
<b>Energy</b>			
<b>Crude Oil Jan MCX</b>	3824	3829	<b>-0.13</b>
<b>Crude Feb Nymex</b>	60.37	CLOSED	-
<b>Natural Gas Jan MCX</b>	194.40	190.40	<b>2.10</b>
<b>Nat. Gas Feb Henry Hub</b>	3.056	CLOSED	-

## LME Inventories (In Tonnes)

Base Metals	02-Jan-18	29-Dec-17	Change	% Change
<b>Aluminum</b>	1101375	1101925	<b>-550</b>	<b>-0.05</b>
<b>Copper</b>	200650	201725	<b>-1075</b>	<b>-0.53</b>
<b>Nickel</b>	366612	367776	<b>-1164</b>	<b>-0.32</b>
<b>Lead</b>	142225	142250	<b>-25</b>	<b>-0.02</b>
<b>Zinc</b>	180975	182050	<b>-1075</b>	<b>-0.59</b>

Base Metals	Closing		% Ch
	02-Jan-18	01-Jan-18	
<b>Aluminium Jan</b>	143.45	144.65	<b>-0.83</b>
<b>Copper Feb</b>	460.30	465.00	<b>-1.01</b>
<b>Nickel Jan</b>	803.70	809.10	<b>-0.67</b>
<b>Lead Jan</b>	162.95	159.80	<b>1.97</b>
<b>Zinc Jan</b>	213.65	211.80	<b>0.87</b>

## ECONOMIC CALENDER

Wednesday January 03 2018

Time	Country	Event	Actual	Forecast	Previous
2:25 PM	Germany	<b>German Unemployment Change (Dec)</b>		-14K	-18K
2:25 PM	Germany	<b>German Unemployment Rate (Dec)</b>		5.6%	5.6%
3:00 PM	U.K.	<b>Construction PMI (Dec)</b>		52.5	53.1
5:00 PM	India	<b>M3 Money Supply</b>			9.90%
8:30 PM	U.S.	<b>ISM Manufacturing PMI (Dec)</b>		58.1	58.2

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