



COMMODITY REPORT

03 May 2017

ECONOMIC/GLOBAL NEWS

- Oil registered back-to-back declines as rising output in Libya and the U.S., and a survey showing a fall last month in compliance with the Organization of the Petroleum Exporting Countries' production cut, sent futures to their lowest settlements in several weeks. June West Texas Intermediate crude fell \$1.18, or 2.42%, to settle at \$47.66 a barrel on the New York Mercantile Exchange. MCX Crude Oil May expiry closed at Rs. 3087 per barrel, down 1.75%.
- U.S. seasonally-adjusted annual rate (SAAR) of sales fell to 16.88 million units, from 17.4 million last April when car sales were headed for another record year.
- The American Petroleum Institute reported a drop of 4.2 million barrels in U.S. crude supplies for the week ended April 28. The API data also showed a fall of 1.9 million barrels in gasoline supplies, while inventories of distillates were down 436,000 barrels.
- U.K. Markit/CIPS manufacturing PMI climbed to 57.3 in April from March's 4-month low of 54.2.
- Eurozone seasonally adjusted unemployment rate held steady at 9.5%, unchanged from February. A year ago, the jobless rate was 10.2%.
- Eurozone factory PMI rose to 56.7 in April from 56.2 in March.
- Germany Markit/BME manufacturing PMI fell slightly to 58.2, from 58.3 in March.
- France's final factory PMI climbed to 55.1 in April from 53.3 in the prior month.
- Greece's seasonally adjusted manufacturing PMI rose to 48.2 in April from 46.7 in March.
- Spain's manufacturing PMI rose to 54.5 in April from 53.9 in March.
- Italy's seasonally adjusted jobless rate climbed to 11.7% in March from 11.5% in February. In the corresponding month last year, the unemployment rate was 11.5%.
- India seasonally adjusted Nikkei manufacturing PMI came in at 52.5 in April, the same reading as in March.

Index	02-May-17	01-May-17	Pts. Ch.	% Change
Dow	20949.89	20913.46	36.43	0.17
Nifty	9313.80	CLOSED	-	-
Sensex	29921.18	CLOSED	-	-
USD/INR	64.22	CLOSED	-	-
Dollar Index	98.83	98.93	-0.10	-0.10
Euro/\$1US	1.0930	1.0899	0.0031	0.28
\$1US/Yen	111.98	111.84	0.14	0.13
Pound/\$1US	1.2938	1.2886	0.0052	0.40

Market Update

- U.S. stocks eked out gains, with the Nasdaq finishing at a record for a second session on the back of robust earnings. Investors, however, were skittish as the Federal Reserve's two-day policy meeting got underway. The S&P 500 index edged up 2.84 points, or 0.1%, to end at 2,391.17. The Nasdaq Composite Index gained 3.76 points to finish at a record 6,095.37.
- Trading for first day of the week and the month began on a flat note as Indian market settled almost unchanged after a volatile session of trade. The Sensex settled below the psychological 30,000 level after alternately moving above and below that level during the day.

Currency Update

- The dollar traded at its highest level against the yen in nearly six weeks as a sharp drop in stock-market volatility blunted demand for safety plays like the Japanese currency. The dollar advanced to ¥112.31, its highest level since March 21. By comparison, it traded at ¥111.84. One euro bought \$1.0923, compared with \$1.0900. The ICE Dollar Index was off 0.1% at 98.9790. The pound rallied to \$1.2932 late Tuesday, compared with \$1.2885.
- The rupee breached the 63 level against the dollar in day trade but ended just 3 paise higher at 64.22 as foreign investors pulled out funds ahead of the US Federal Reserve's meeting on interest rate. The domestic currency had opened strong at 64.12 and breached the 63 level briefly in early trade. It rose 63.99 per dollar level in early trade in line with gains in stock markets. The rupee settled at 64.22 per dollar, showing a modest gain of 3 paise, or 0.05%. The RBI, fixed the reference rate for the dollar at 64.2072.

Name of the ETF	Holdings In Tonnes As		%Ch
	02-May-17	01-May-17	
SPDR Gold ETF	853.36	853.36	0.00
iShares Silver Trust	10417.23	10308.30	1.06

Symbol	02-May-17		Ratio
	Close	Close	
Gold v/s Silver	1257	16.831	74.68
Gold v/s Crude Oil	1257	47.66	26.37

Bullion	Closing		% Ch
	02-May-17	01-May-17	
Gold Jun MCX	28582	28653	-0.25
Gold Jun Comex	1257	1256	0.12
Silver Jul MCX	39065	39263	-0.50
Silver Jul Comex	16.831	16.842	-0.07
Energy			
Crude Oil May MCX	3087	3142	-1.75
Crude Jun Nymex	47.66	48.84	-2.42
Natural Gas May MCX	204.60	206.60	-0.97
Nat. Gas Jun Henry Hub	3.195	3.215	-0.62

LME Inventories (In Tonnes)

Base Metals	02-May-17	28-Apr-17	Change	% Change
Aluminum	1633325	1645375	-12050	-0.73
Copper	253675	259725	-6050	-2.33
Nickel	379182	379644	-462	-0.12
Lead	169425	165275	4150	2.51
Zinc	348225	349050	-825	-0.24

Base Metals	Closing		% Ch
	02-May-17	01-May-17	
Aluminium May	123.75	123.80	-0.04
Copper Jun	376.10	380.55	-1.17
Nickel May	614.00	617.60	-0.58
Lead May	144.25	146.55	-1.57
Zinc May	170.15	170.90	-0.44

ECONOMIC CALENDER

Thursday May 03, 2017

Time	Country	Event	Actual	Forecast	Previous
1:30 AM	U.S.	Total Vehicle Sales	16.88M	17.10M	16.62M
2:05 AM	U.S.	API Weekly Crude Oil Stock	-4.158M	-2.300M	0.897M
4:31 AM	U.K.	BRC Shop Price Index (YoY)			-0.80%
1:25 PM	Germany	German Unemployment Change (Apr)		-12K	-30K
1:25 PM	Germany	German Unemployment Rate (Apr)		5.8%	5.8%
2:00 PM	U.K.	Construction PMI (Apr)		52.0	52.2
2:30 PM	Eurozone	GDP (YoY) (Q1)		1.7%	1.7%
2:30 PM	Eurozone	GDP (QoQ) (Q1)		0.5%	0.4%
2:30 PM	Eurozone	PPI (YoY) (Mar)		4.1%	4.5%
2:30 PM	Eurozone	PPI (MoM) (Mar)		-0.1%	0.0%
5:45 PM	U.S.	ADP Nonfarm Employment Change (Apr)		175K	263K
7:15 PM	U.S.	Markit Composite PMI (Apr)			52.7
7:15 PM	U.S.	Services PMI (Apr)		52.5	52.5
7:30 PM	U.S.	ISM Non-Manufacturing PMI (Apr)		55.8	55.2
8:00 PM	U.S.	Crude Oil Inventories		-2.333M	-3.641M
8:00 PM	U.S.	EIA Weekly Distillates Stocks		0.723M	2.651M
8:00 PM	U.S.	Gasoline Inventories		1.322M	3.369M
11:30 PM	U.S.	FOMC Statement			
11:30 PM	U.S.	Fed Interest Rate Decision		1.00%	1.00%

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