



# COMMODITY REPORT

06 November 2017

## ECONOMIC/GLOBAL NEWS

- Gold closed at a nearly three-month low, as the U.S. dollar index climbed to levels not seen since July on signs of a strong pickup in service-sector activity. December gold fell \$8.90, or 0.7%, to settle at \$1,269.20 an ounce—the lowest finish for a most-active contract since early August. Silver for December delivery fell 1.77% to \$16.834 an ounce. MCX Gold December expiry closed at Rs. 29088 per 10 gram, down 0.53% while December expiry closed at Rs. 39048 per kg, down 1.43%.
- U.S. economy added 261,000 jobs in October, after unexpectedly generating only 18,000 jobs in September. Private payrolls surged by 219,000 jobs in October after falling by 3,000 in September. Manufacturing employment increased by 24,000 jobs. Unemployment fell to 4.1% from 4.2%, but only because 765,000 people stopped looking for work.
- U.S. trade deficit widened in September to \$43.5 billion, compared to a figure of \$42.8 billion in the previous month.
- U.S. factory goods orders increased 1.4% for a second straight month in September. Orders increased by an unrevised 1.2% in August.
- U.S. seasonally adjusted IHS Markit Services Business Activity Index registered 55.3 in October, unchanged from that seen in September. The final seasonally adjusted IHS Markit U.S. Composite PMI rose to 55.2 in October, up from 54.8 in September.
- U.S. ISM said its non-manufacturing index inched up to 60.1 in October from 59.8 in September.
- U.K. IHS Markit/CIPS service PMI rose unexpectedly to 55.6 in October from 53.6 in September.
- Japan Nikkei services sector continued to expand in October, with a 26-month high PMI score of 53.4. That's up from 51.0 in September.

Index	03-Nov-17	02-Nov-17	Pts. Ch.	% Change
<b>Dow</b>	23539.19	23516.26	<b>22.93</b>	<b>0.10</b>
<b>Nifty</b>	10452.50	10423.80	<b>28.70</b>	<b>0.28</b>
<b>Sensex</b>	33685.56	33573.22	<b>112.34</b>	<b>0.33</b>
<b>USD/INR</b>	64.55	64.61	<b>-0.06</b>	<b>-0.10</b>
<b>Dollar Index</b>	94.86	94.59	<b>0.27</b>	<b>0.29</b>
<b>Euro/\$1US</b>	1.1609	1.1658	<b>-0.0049</b>	<b>-0.42</b>
<b>\$1US/Yen</b>	114.08	114.09	<b>-0.01</b>	<b>-0.01</b>
<b>Pound/\$1US</b>	1.3076	1.3059	<b>0.0017</b>	<b>0.13</b>

## Market Update

- U.S. stocks closed at records, with major indexes extending their lengthy upward moves on the back of strong results at Apple, which offset a mixed set of economic data, including a lackluster October jobs report. The S&P 500 gained 7.99 points, or 0.3%, to 2,587.84. The Nasdaq Composite Index climbed 49.49 points, or 0.7%, to 6,764.44.
- Indian market eked out modest gains to finish at record highs on Friday, with financials leading the gainers while healthcare stocks succumbed to selling pressure after strong gains in the previous session.

## Currency Update

- The U.S. dollar recovered from earlier losses against many of its major rivals, buoyed by a better-than-expected ISM services index, which came in at a 12-year high, but was set to close out the week little changed. The ICE U.S. Dollar Index was 0.3% higher at 94.928. The broader WSJ U.S. Dollar Index was 0.3% higher at 87.96, slated for a 0.2% gain. The euro fetched \$1.1609, down from \$1.1658. Against Japan's currency, the dollar traded at ¥114.08, little changed from Thursday and up 0.4% since last week Friday. The British pound traded at \$1.3081, edging up from \$1.3058.
- Staging a good recovery, the rupee today ended at a fresh six-week high of 64.55 a dollar, gaining by 6 paise on fresh selling of the American currency and also well-supported by favourable macro indicators. At the Interbank Foreign Exchange (FOREX) market, the rupee resumed higher at 64.57 against Thursday's closing value of 64.61 on fresh bouts of dollar selling. It later confined to a rather narrow trading range and swung between a high of 64.5250 and a low of 64.6350 due to uneven dollar demand and supply. The home unit finally settled at 64.55, showing a gain of 6 paise, or 0.10%. The RBI fixed the reference rate for the dollar at 64.5764.

Name of the ETF	Holdings In Tonnes As		%Ch
	03-Nov-17	02-Nov-17	
<b>SPDR Gold ETF</b>	845.75	846.04	<b>-0.03</b>
<b>iShares Silver Trust</b>	9922.58	9922.58	<b>0.00</b>

Symbol	03-Nov-17		Ratio
	Close	Close	
<b>Gold v/s Silver</b>	1269	16.834	<b>75.40</b>
<b>Gold v/s Crude Oil</b>	1269	55.64	<b>22.81</b>

Bullion	Closing		% Ch
	03-Nov-17	02-Nov-17	
<b>Gold Dec MCX</b>	29088	29244	<b>-0.53</b>
<b>Gold Dec Comex</b>	1269	1278	<b>-0.70</b>
<b>Silver Dec MCX</b>	39048	39614	<b>-1.43</b>
<b>Silver Dec Comex</b>	16.834	17.137	<b>-1.77</b>
<b>Energy</b>			
<b>Crude Oil Nov MCX</b>	3579	3520	<b>1.68</b>
<b>Crude Dec Nymex</b>	55.64	54.54	<b>2.02</b>
<b>Natural Gas Nov MCX</b>	194.20	190.30	<b>2.05</b>
<b>Nat. Gas Dec Henry Hub</b>	2.984	2.935	<b>1.67</b>

## LME Inventories (In Tonnes)

Base Metals	03-Nov-17	02-Nov-17	Change	% Change
<b>Aluminum</b>	1181300	1184200	<b>-2900</b>	<b>-0.24</b>
<b>Copper</b>	270400	273850	<b>-3450</b>	<b>-1.26</b>
<b>Nickel</b>	384054	381570	<b>2484</b>	<b>0.65</b>
<b>Lead</b>	148475	148775	<b>-300</b>	<b>-0.20</b>
<b>Zinc</b>	249250	250900	<b>-1650</b>	<b>-0.66</b>

Base Metals	Closing		% Ch
	03-Nov-17	02-Nov-17	
<b>Aluminium Nov</b>	140.95	139.85	<b>0.79</b>
<b>Copper Nov</b>	445.80	447.95	<b>-0.48</b>
<b>Nickel Nov</b>	820.10	808.60	<b>1.42</b>
<b>Lead Nov</b>	159.90	158.30	<b>1.01</b>
<b>Zinc Nov</b>	208.90	211.25	<b>-1.11</b>

## ECONOMIC CALENDER

Monday November 06 2017

Time	Country	Event	Actual	Forecast	Previous
5:20 AM	Japan	<b>Monetary Policy Meeting Minutes</b>			
12:30 PM	Germany	<b>German Factory Orders (MoM) (Sep)</b>		-1.5%	3.6%
2:20 PM	France	<b>French Markit Composite PMI (Oct)</b>		57.5	57.5
2:20 PM	France	<b>French Services PMI (Oct)</b>		57.4	57.4
2:25 PM	Germany	<b>German Composite PMI (Oct)</b>		56.9	56.9
2:25 PM	Germany	<b>German Services PMI (Oct)</b>		55.2	55.2
2:30 PM	Eurozone	<b>Markit Composite PMI (Oct)</b>		55.9	55.9
2:30 PM	Eurozone	<b>Services PMI (Oct)</b>		54.9	54.9
3:00 PM	Eurozone	<b>Sentix Investor Confidence (Nov)</b>		30.8	29.7
Tentative	Eurozone	<b>Eurogroup Meetings</b>			
3:30 PM	Eurozone	<b>PPI (YoY) (Sep)</b>		2.8%	2.5%
3:30 PM	Eurozone	<b>PPI (MoM) (Sep)</b>		0.4%	0.3%

## DISCLAIMER

This document has been prepared by ICFL (100% Subsidiary Company of Shriram Insight Share Brokers Ltd) and is meant for sole use by the recipient and not for circulation. This document is not to be reported or copied or made available to others. The information contained herein is from sources believed reliable. It should not be considered to be taken as an offer to sell or a solicitation to buy and sell any Commodity or as an official confirmation of any transaction. We do not represent that it is accurate or complete and it should not be relied upon as such. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The investments discussed or recommended in this report may not be suitable for all investors. ICFL (100% Subsidiary Company of Shriram Insight Share Brokers Ltd) Recommendation Service is a general recommendation service and is not to be construed as an individual investor specific Portfolio Management and Advisory Service.

The user assumes the entire risk of any use made of this information. Each recipient of this document should arrive at an independent evaluation of an investment in the Commodities to in this document and should consult its own advisors to determine the merits and risks of such an investment.

ICFL (100% Subsidiary Company of Shriram Insight Share Brokers Ltd) shall not be responsible for any loss or liability incurred to the user as a consequence of his or any other person on his behalf taking any investment decisions based on the information, recommendations, research reports, analysis, quotes, etc. provided on the web site.

ICFL (100% Subsidiary Company of Shriram Insight Share Brokers Ltd) shall also not be liable for errors, omissions or typographical errors, disruption delay, interruption, failure, deletion or defect of/in the Service provided by it.

All Users of the Service in countries other than India understand that by using the Service, they may be violating the local laws in such countries. If the User chooses to access the Service from outside India, he shall be responsible for compliance with foreign and local laws