



# COMMODITY REPORT

09 January 2018

## ECONOMIC/GLOBAL NEWS

- Oil prices finished higher, adding to last week's rally as traders welcomed data showing a weekly decline in the number of U.S. drilling rigs. February West Texas Intermediate crude gained 29 cents, or 0.47%, to settle at \$61.73 a barrel on the New York Mercantile Exchange. MCX Crude Oil January expiry closed at Rs. 3906 per barrel, up 0.49%.
- U.K. house price index rose 2.7% year-on-year following 3.9% increase in the previous month. On a monthly basis, house prices fell 0.6% from November, when they rose 0.3%.
- Eurozone retail sales grew a calendar and seasonally-adjusted 1.5% from October, when they fell 1.1%. Year-on-year, retail sales grew 2.8% in November after a 0.2% gain in October. Economists had forecast 2.3% increase.
- Eurozone economic confidence index rose more-than-expected to 116 in December from 114.6 in November. Likewise, the consumer sentiment index improved to 0.5 from zero in the previous month.
- Eurozone Sentix investor sentiment index climbed to 32.9 in January from 31.1 in December.
- Germany's factory orders decreased by a larger-than-expected 0.4% month-on-month in November, reversing a revised 0.7% rise in October.
- Japan's seasonally adjusted consumer confidence index decreased to 44.7 in December from November's 50-month high of 44.9.
- Taiwan's trade surplus rose to \$6.13 billion in December from \$4.9 billion in the corresponding month last year. In November, the surplus was \$5.96 billion. Exports surged 14.8% year-over-year in December. Similarly, imports advanced 12.2% yearly in December.

Index	08-Jan-18	05-Jan-18	Pts. Ch.	% Change
<b>Dow</b>	25283.00	25295.87	<b>-12.87</b>	<b>-0.05</b>
<b>Nifty</b>	10623.60	10558.85	<b>64.75</b>	<b>0.61</b>
<b>Sensex</b>	34352.79	34153.85	<b>198.94</b>	<b>0.58</b>
<b>USD/INR</b>	63.51	63.37	<b>0.14</b>	<b>0.22</b>
<b>Dollar Index</b>	92.08	91.67	<b>0.41</b>	<b>0.45</b>
<b>Euro/\$1US</b>	1.1970	1.2030	<b>-0.0060</b>	<b>-0.50</b>
<b>\$1US/Yen</b>	113.15	113.08	<b>0.07</b>	<b>0.06</b>
<b>Pound/\$1US</b>	1.3570	1.3571	<b>-0.0001</b>	<b>-0.01</b>

## Market Update

- The S&P 500 and the Nasdaq closed at records as gains in energy and industrials helped the benchmarks finish in positive territory in the first five sessions of 2018 on optimism over a stronger economy and looming fiscal stimulus. The S&P 500 index gained 4.56 points, or 0.2%, to 2,747.71 and the Nasdaq Composite Index rose 20.83 points, or 0.3, to 7,157.39.
- Indian market logged modest gains on first trading day of the week on positive global cues. The Sensex and the Nifty, both, hit record high on intraday as well as closing basis.

## Currency Update

- The dollar rebounded charging higher after two Federal Reserve members hinted that at least three interest-rate hikes are on the table in 2018. The ICE U.S. Dollar Index limbed 0.4% to 92.344, trading around its highest level since Dec. 29. The broader WSJ Dollar Index gained 0.3% to 85.90. The euro fell to \$1.966 late Monday from \$1.2032. The pound dropped to \$1.3566, from \$1.3569. The dollar was little changed against the yen, buying ¥113.08 late Monday, compared with ¥113.05.
- The rupee retreated from its near three-year high and ended lower by 14 paise at 63.51 against the US currency on fresh bouts of dollar demand amid concerns over the sluggish outlook for economic growth. Maintaining its highly bullish trend, the rupee resumed high at 63.33 against last Friday's close of 63.37 on steady dollar amid firm equities. It later surged ahead to hit a fresh multi-year high of 63.25. However, extreme fag-end dollar pressure pushed the rupee to end at the day's lowest level of 63.51, showing a loss of 14 paise, or 0.22%.

Name of the ETF	Holdings In Tonnes As		%Ch
	08-Jan-18	05-Jan-18	
<b>SPDR Gold ETF</b>	834.86	834.86	<b>0.00</b>
<b>iShares Silver Trust</b>	9877.69	9904.09	<b>-0.27</b>

Symbol	08-Jan-18		Ratio
	Close	Close	
<b>Gold v/s Silver</b>	1320	17.144	<b>77.02</b>
<b>Gold v/s Crude Oil</b>	1320	61.73	<b>21.39</b>

Bullion	Closing		% Ch
	08-Jan-18	05-Jan-18	
<b>Gold Feb MCX</b>	29261	29217	<b>0.15</b>
<b>Gold Feb Comex</b>	1320	1322	<b>-0.14</b>
<b>Silver Mar MCX</b>	39043	39253	<b>-0.53</b>
<b>Silver Mar Comex</b>	17.144	17.285	<b>-0.82</b>
<b>Energy</b>			
<b>Crude Oil Jan MCX</b>	3906	3887	<b>0.49</b>
<b>Crude Feb Nymex</b>	61.73	61.44	<b>0.47</b>
<b>Natural Gas Jan MCX</b>	179.20	177.10	<b>1.19</b>
<b>Nat. Gas Feb Henry Hub</b>	2.835	2.795	<b>1.43</b>

## LME Inventories (In Tonnes)

Base Metals	08-Jan-18	05-Jan-18	Change	% Change
<b>Aluminum</b>	1095875	1099475	<b>-3600</b>	<b>-0.33</b>
<b>Copper</b>	203850	203850	<b>0</b>	<b>0.00</b>
<b>Nickel</b>	368430	365070	<b>3360</b>	<b>0.92</b>
<b>Lead</b>	144000	141925	<b>2075</b>	<b>1.46</b>
<b>Zinc</b>	180325	180325	<b>0</b>	<b>0.00</b>

Base Metals	Closing		% Ch
	08-Jan-18	05-Jan-18	
<b>Aluminium Jan</b>	137.75	139.20	<b>-1.04</b>
<b>Copper Feb</b>	453.85	452.50	<b>0.30</b>
<b>Nickel Jan</b>	798.20	794.30	<b>0.49</b>
<b>Lead Jan</b>	165.35	161.90	<b>2.13</b>
<b>Zinc Jan</b>	216.00	213.80	<b>1.03</b>

## ECONOMIC CALENDER

Tuesday January 09 2018

Time	Country	Event	Actual	Forecast	Previous
1:30 AM	U.S.	<b>Consumer Credit (Nov)</b>	<b>27.95B</b>	19.75B	20.53B
12:30 PM	Germany	<b>German Exports (MoM) (Nov)</b>		1.2%	-0.4%
12:30 PM	Germany	<b>German Imports (MoM) (Nov)</b>		0.8%	1.8%
12:30 PM	Germany	<b>German Industrial Production (MoM) (Nov)</b>		1.9%	-1.4%
12:30 PM	Germany	<b>German Trade Balance (Nov)</b>		20.9B	19.9B
1:15 PM	France	<b>French Current Account (Nov)</b>			-2.20B
1:15 PM	France	<b>French Exports (Nov)</b>			40.4B
1:15 PM	France	<b>French Imports (Nov)</b>			45.4B
1:15 PM	France	<b>French Trade Balance (Nov)</b>		-4.7B	-5.0B
3:30 PM	Eurozone	<b>Unemployment Rate (Nov)</b>		8.7%	8.8%

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