



COMMODITY REPORT

12 September 2017

ECONOMIC/GLOBAL NEWS

- Gold futures retreated, taking a hit as investor interest in assets, such as stocks, that are perceived as riskier, found buying interest on fading worries surrounding North Korea and Hurricane Irma. Gold for December delivery fell \$15.50, or 1.15%, to settle at \$1,335.70 an ounce. MCX Gold October expiry closed at Rs. 29933 per 10 gram, down 1.11%.
- Italy's industrial production edged up a seasonally adjusted 0.1% month-on-month in July, well below the 1.1% increase posted in June. On a yearly basis, calendar-adjusted industrial production growth eased to 4.4% in July from 5.2% in the prior month.
- Spain's housing transaction increased 16.8% year-on-year in July.
- Australia business confidence index slumped to 5.0 in August from 12.0 in the preceding month.
- Sweden's jobless rate fell to seasonally adjusted 3.9% in August from 4% in July. The number of unemployed decreased to 188,818 in August from 192,268 in the previous month. On an unadjusted basis, the unemployment rate came in at 4.1% versus 4% a month ago.
- Philippine exports surged 10.4% year-over-year in July, well above the 5.8% rise in June. At the same time, imports dropped 3.2% in July from a year ago, following a 1.3% fall in June. As a result, the visible trade deficit of the country narrowed to \$1.65 billion in July from \$2.37 billion in the corresponding month last year.
- Mexico's industrial production decreased 1.6% year-on-year in July after 0.3% slump in June. Compared to the previous month, production decreased 1% after remaining unchanged in June.
- Malaysia's industrial production expanded 6.1% year-over-year in July, faster than the 4.0% rise in June.
- Latvia's trade deficit rose to EUR 321.9 million in July from EUR 176.3 million in the corresponding month last year. In June, the shortfall was EUR 310.1 million. Exports climbed 6.9% year-over-year in July and imports surged by 20.5%. On a monthly basis, both exports and imports fell by 6.7% and 4.1%, respectively.
- Slovakia's industrial production advanced 9.2% year-over-year in July, much faster than the 3.1% rise in June. On a monthly basis, industrial production declined a seasonally adjusted 3.3% in July.
- Denmark's consumer price inflation rose at a stable rate of 1.5% year-over-year in August. On a monthly basis, consumer prices fell 0.3% from July, when it increased by 0.8%.
- Turkey's gross domestic product grew by calendar-adjusted 6.5% annually in the second quarter. This was the biggest growth since the second quarter of 2015, when GDP climbed 7.2%. On a quarterly basis, GDP grew 2.1% in the second quarter, following a 1.3% rise in previous three months.
- Czech consumer price inflation climbed 2.5% year-over-year in August, the same rate of increase as in July. On a monthly basis, consumer prices edged down 0.1% in August, in line with expectations.

Index	11-Sep-17	08-Sep-17	Pts. Ch.	% Change
Dow	22057.37	21797.79	259.58	1.19
Nifty	10006.05	9934.80	71.25	0.72
Sensex	31882.16	31687.52	194.64	0.61
USD/INR	63.93	63.78	0.15	0.24
Dollar Index	91.92	91.33	0.59	0.65
Euro/\$1US	1.1959	1.2035	-0.0076	-0.63
\$1US/Yen	109.40	107.84	1.56	1.45
Pound/\$1US	1.3169	1.3198	-0.0029	-0.22

Market Update

- U.S. stock-market indexes booked their biggest one-day gains in months, while the benchmark S&P 500 ended the session at an all-time high on Monday, in a broad rally led by financials and technology shares. The S&P 500 advanced 26.68 points, or 1.1%, to 2,488.11. The Nasdaq Composite Index climbed 72.07 points, or 1.1%, to 6,432.26.
- Trading for the week started on a firm note as Nifty and Sensex posted modest gains as higher global stocks boosted sentiment. Nifty settled above the psychologically important 10,000 mark.

Currency Update

- The dollar strengthened against most of its rivals on Monday, climbing back from its deepest weekly drop in two months as renewed interest in riskier assets benefited the U.S. unit. The ICE U.S. Dollar Index crept up steadily throughout the day by 0.7% to 91.982. It had dropped to a 2 1/2-year low of 91.011 at one point. The WSJ Dollar Index was up 0.7% at 85.08. The dollar clawed back somewhat against the euro pushing the Eurozone currency below \$1.20 at \$1.1952, compared with \$1.2037. The pound changed hands at \$1.3165, compared with \$1.3197.
- The rupee retreated from its one-month high to end lower by 15 paise to 63.93 a dollar on overwhelming demand for the American currency from corporates and banks. Breaking a stellar three-day upsurge, the local unit resumed sharply lower at 63.91 as against last Friday's close of 63.78 at the forex market. It was later tucked in a narrow range -- 63.8350 and 63.9450 -- before ending at 63.93, revealing a steep loss of 15 paise, or 0.24%. The RBI fixed the reference rate for the dollar at 63.8664.

Name of the ETF	Holdings In Tonnes As		%Ch
	11-Sep-17	08-Sep-17	
SPDR Gold ETF	835.68	834.50	0.14
iShares Silver Trust	10173.58	10173.58	0.00

Symbol	11-Sep-17		Ratio
	Close	Close	
Gold v/s Silver	1336	17.902	74.61
Gold v/s Crude Oil	1336	48.07	27.79

Bullion	Closing		% Ch
	11-Sep-17	08-Sep-17	
Gold Oct MCX	29933	30268	-1.11
Gold Dec Comex	1336	1351	-1.15
Silver Dec MCX	41164	41570	-0.98
Silver Dec Comex	17.902	18.123	-1.22
Energy			
Crude Oil Sep MCX	3073	3045	0.92
Crude Oct Nymex	48.07	47.48	1.24
Natural Gas Sep MCX	189.10	185.60	1.89
Nat. Gas Oct Henry Hub	2.950	2.890	2.08

LME Inventories (In Tonnes)

Base Metals	11-Sep-17	08-Sep-17	Change	% Change
Aluminum	1320050	1321500	-1450	-0.11
Copper	208425	213175	-4750	-2.23
Nickel	382878	384978	-2100	-0.55
Lead	164025	164375	-350	-0.21
Zinc	240425	241800	-1375	-0.57

Base Metals	Closing		% Ch
	11-Sep-17	08-Sep-17	
Aluminium Sept	134.50	132.85	1.24
Copper Nov	435.15	431.10	0.94
Nickel Sept	753.30	734.00	2.63
Lead Sept	144.50	143.75	0.52
Zinc Sept	197.30	193.65	1.88

ECONOMIC CALENDER

Tuesday September 12 2017

Time	Country	Event	Actual	Forecast	Previous
11:00 AM	France	French Non-Farm Payrolls (QoQ) (Q2)		0.5%	0.5%
2:00 PM	U.K.	Core CPI (YoY) (Aug)		2.5%	2.4%
2:00 PM	U.K.	Core PPI Output (YoY) (Aug)		2.3%	2.4%
2:00 PM	U.K.	Core PPI Output (MoM) (Aug)		0.1%	0.1%
2:00 PM	U.K.	Core RPI (MoM) (Aug)			0.2%
2:00 PM	U.K.	Core RPI (YoY) (Aug)		4.0%	3.9%
2:00 PM	U.K.	CPI (YoY) (Aug)		2.8%	2.6%
2:00 PM	U.K.	CPI (MoM) (Aug)		0.5%	-0.1%
2:00 PM	U.K.	House Price Index (YoY)		4.8%	4.9%
2:00 PM	U.K.	PPI Input (YoY) (Aug)		7.3%	6.5%
2:00 PM	U.K.	PPI Input (MoM) (Aug)		1.3%	0.0%
2:00 PM	U.K.	PPI Output (MoM) (Aug)		0.2%	0.1%
2:00 PM	U.K.	PPI Output (YoY) (Aug)		3.1%	3.2%
2:00 PM	U.K.	RPI (MoM) (Aug)		0.5%	0.2%
2:00 PM	U.K.	RPI (YoY) (Aug)		3.7%	3.6%
Tentative	U.S.	OPEC Monthly Report			
5:00 PM	India	Industrial Production (YoY) (Jul)		1.2%	-0.1%
5:30 PM	India	CPI (YoY) (Aug)		3.20%	2.36%
5:30 PM	India	Cumulative Industrial Production (Jul)			2.00%
5:30 PM	India	Manufacturing Output (MoM) (Jul)			-0.4%

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