



# COMMODITY REPORT

13 December 2017

## ECONOMIC/GLOBAL NEWS

- Crude oil prices settled lower on as traders appeared to take profits on Monday's rally amid reports offering clarity on the duration of the Forties pipeline shutdown. On the New York Mercantile Exchange crude futures for January delivery fell 0.4% to settle at \$57.14 a barrel Prices Settle Lower Ahead of Inventory Data
- The U.S. government reported a \$139 billion deficit in November. Receipts last month totalled \$208 billion, up 4 percent from one year ago, while outlays were \$347 billion, a 3 percent increase from the same month a year earlier.
- U.S. producer prices rose in November as gasoline prices surged and the cost of other goods increased. PPI for final demand increased 0.4 percent last month, advancing by the same margin for three straight months. In the 12 months through November, the PPI shot up 3.1 percent. That was the biggest gain since January 2012 and followed a 2.8 percent rise in October.
- Consumer price inflation (CPI) in the UK hit a fresh five-year high in November, further putting pressure on the British cost of living. It rose from the year before by a seasonally adjusted 3.1% last month. That was the highest level since March 2012 and settled above forecasts for the reading to match the 3.0% increase seen in October.
- The mood among German investors worsened more than expected in December, a survey showed on Tuesday, reflecting uncertainty over the policies of a government yet to be formed, Britain's expected exit from the European Union and reforms in the bloc.
- Germany's Mannheim-based ZEW research institute said its monthly survey showed its economic sentiment fell to 17.4 from 18.7 in November. That was a sharper fall than a Reuters consensus forecast for a drop to 18.0.
- Japanese machinery orders bounced back in October re-affirming the resilience of capital spending - a key driver in the economy's near two-year expansion. Core machinery orders, climbed 5.0 percent in October from the previous month.

Index	12-Dec-17	11-Dec-17	Pts. Ch.	% Change
<b>Dow</b>	24504.80	24386.03	<b>118.77</b>	<b>0.49</b>
<b>Nifty</b>	10240.15	10322.25	<b>-82.10</b>	<b>-0.80</b>
<b>Sensex</b>	33227.99	33455.79	<b>-227.80</b>	<b>-0.68</b>
<b>USD/INR</b>	64.56	64.37	<b>0.20</b>	<b>0.30</b>
<b>Dollar Index</b>	94.09	93.94	<b>0.15</b>	<b>0.16</b>
<b>Euro/\$1US</b>	1.1742	1.1776	<b>-0.0034</b>	<b>-0.29</b>
<b>\$1US/Yen</b>	113.54	113.55	<b>-0.01</b>	<b>-0.01</b>
<b>Pound/\$1US</b>	1.3319	1.3348	<b>-0.0029</b>	<b>-0.22</b>

## Market Update

- The S&P 500 and the Dow closed at records for a fourth session in a row Tuesday as the Federal Reserve kicks off its two-day meeting, but the Nasdaq bucked the trend to head south. The S&P 500 SPX, rose 4.12 points, or 0.2%, to 2,664.11. The Dow Jones Industrial Average DJIA, advanced 118.77 points, or 0.5%, to 24,504.80. The Nasdaq Composite COMP, slid 12.76 points, or 0.2%, to 6,862.32.
- The U.S. dollar moved higher Tuesday on the back of strengthening producer-price inflation data, with the buck's direction aligned with gains for select rival currencies supported by their own stronger-than-expected inflation readings. The ICE U.S. Dollar Index DXY rose 0.2% to 94.09. The Japanese yen USDJPY, pared its losses, after briefly giving up ground due to the greenback's post-PPI bump. The dollar last bought ¥113.54. The British pound USDGBP, pared its gains and slipped to \$1.3319 against the buck from \$1.3348. The euro EURUSD, was also pushed lower by the bump in the greenback, sliding to \$1.1742 from \$1.1776.

## Currency Update

- The stock market registered modest losses after previous three sessions of gains. The barometer index, the S&P BSE Sensex, fell 227.80 points or 0.68% at 33,227.99. The Nifty 50 index declined 82.1 points or 0.80% at 10,240.15. The S&P BSE Mid-Cap index fell 1.01%, The S&P BSE Small-Cap index fell 0.68%.
- The local currency USDINR on Tuesday settled at 64.56 against the US currency.

Name of the ETF	Holdings In Tonnes As		%Ch
	12-Dec-17	11-Dec-17	
<b>SPDR Gold ETF</b>	842.81	842.81	<b>0.00</b>
<b>iShares Silver Trust</b>	10161.96	10117.94	<b>0.44</b>

Symbol	12-Dec-17		Ratio
	Close	Close	
<b>Gold v/s Silver</b>	1242	15.668	<b>79.25</b>
<b>Gold v/s Crude Oil</b>	1242	57.14	<b>21.73</b>

Bullion	Closing		% Ch
	12-Dec-17	11-Dec-17	
<b>Gold Feb MCX</b>	28142	28347	<b>-0.72</b>
<b>Gold Feb Comex</b>	1242	1247	<b>-0.43</b>
<b>Silver Mar MCX</b>	36729	36933	<b>-0.55</b>
<b>Silver Mar Comex</b>	15.668	15.785	<b>-0.74</b>
<b>Energy</b>			
<b>Crude Oil Dec MCX</b>	3692	3720	<b>-0.75</b>
<b>Crude Jan Nymex</b>	57.14	57.36	<b>-0.38</b>
<b>Natural Gas Dec MCX</b>	175.20	180.00	<b>-2.67</b>
<b>Nat. Gas Jan Henry Hub</b>	2.678	2.772	<b>-3.39</b>

## LME Inventories (In Tonnes)

Base Metals	12-Dec-17	11-Dec-17	Change	% Change
<b>Aluminum</b>	1103325	1097425	<b>5900</b>	<b>0.54</b>
<b>Copper</b>	193475	194600	<b>-1125</b>	<b>-0.58</b>
<b>Nickel</b>	375564	376152	<b>-588</b>	<b>-0.16</b>
<b>Lead</b>	145550	145750	<b>-200</b>	<b>-0.14</b>
<b>Zinc</b>	197875	199425	<b>-1550</b>	<b>-0.78</b>

Base Metals	Closing		% Ch
	12-Dec-17	11-Dec-17	
<b>Aluminium Dec</b>	129.70	129.95	<b>-0.19</b>
<b>Copper Feb</b>	434.50	431.70	<b>0.65</b>
<b>Nickel Dec</b>	716.60	721.30	<b>-0.65</b>
<b>Lead Dec</b>	162.95	161.10	<b>1.15</b>
<b>Zinc Dec</b>	203.50	201.50	<b>0.99</b>

## ECONOMIC CALENDER

Wednesday December 13 2017

Time	Country	Event	Actual	Forecast	Previous
12:30 AM	U.S.	<b>Federal Budget Balance (Nov)</b>	<b>-139.0B</b>	-135.2B	-63.0B
12:30 AM	Eurozone	<b>ECB President Draghi Speaks (Oct)</b>			
3:05 AM	U.S.	<b>API Weekly Crude Oil Stock</b>	<b>-7.382M</b>		-5.481M
5:20 AM	Japan	<b>Core Machinery Orders (YoY) (Oct)</b>	<b>2.3%</b>	-2.8%	-3.5%
5:20 AM	Japan	<b>Core Machinery Orders (MoM) (Oct)</b>	<b>5.0%</b>	2.8%	-8.1%
12:30 PM	Germany	<b>German CPI (MoM) (Nov)</b>		0.3%	0.3%
12:30 PM	Germany	<b>German CPI (YoY) (Nov)</b>		1.8%	1.8%
12:30 PM	Germany	<b>German WPI (YoY) (Nov)</b>			3.0%
12:30 PM	Germany	<b>German WPI (MoM) (Nov)</b>			0.0%
3:00 PM	U.K.	<b>Claimant Count Change (Nov)</b>		0.4K	1.1K
3:00 PM	U.K.	<b>Unemployment Rate (Oct)</b>		4.3%	4.3%
3:30 PM	Eurozone	<b>Employment Change (YoY) (Q3)</b>			1.6%
3:30 PM	Eurozone	<b>Employment Change (QoQ) (Q3)</b>		0.4%	0.4%
3:30 PM	Eurozone	<b>Industrial Production (YoY) (Oct)</b>		3.4%	3.3%
3:30 PM	Eurozone	<b>Industrial Production (MoM) (Oct)</b>		-0.2%	-0.6%
7:00 PM	U.S.	<b>Core CPI (MoM) (Nov)</b>		0.2%	0.2%
7:00 PM	U.S.	<b>Core CPI (YoY) (Nov)</b>		1.8%	1.8%
7:00 PM	U.S.	<b>CPI (YoY) (Nov)</b>		2.2%	2.0%
7:00 PM	U.S.	<b>CPI (MoM) (Nov)</b>		0.4%	0.1%
9:00 PM	U.S.	<b>Crude Oil Inventories</b>		-3.404M	-5.610M
9:00 PM	U.S.	<b>EIA Weekly Distillates Stocks</b>		0.967M	1.667M
9:00 PM	U.S.	<b>Gasoline Inventories</b>		1.741M	6.780M

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