



COMMODITY REPORT

14 February 2018

ECONOMIC/GLOBAL NEWS

- Oil futures saw a mixed finish, with the U.S. benchmark edging lower and the global benchmark holding a small gain after the International Energy Agency forecast strong global crude demand, but raised concerns about a ramp-up in output by non-OPEC producers. The U.S. benchmark, March West Texas Intermediate crude fell 10 cents, or 0.17%, to end at \$59.19 a barrel on the New York Mercantile Exchange. MCX Crude Oil March expiry closed at Rs. 3818 per barrel, down 0.62%.
- China's banks extended a record 2.9 trillion yuan (\$458.3 billion) in new yuan loans in January. Net new loans surpassed the previous record of 2.51 trillion yuan in January 2016. Broad M2 money supply growing 8.6% in January from a year earlier, compared with an increase of 8.2% in December. Outstanding yuan loans grew 13.2% in January from a year earlier, compared with an increase of 12.7% in December.
- U.S. reported a net surplus of 49.2 billion in January, versus the 51.3 billion surplus seen in January 2017.
- The American Petroleum Institute reported that U.S. crude supplies rose 3.947 million barrels for the week ended Feb. 9. The API data also showed an increase of 4.634 million barrels in gasoline stockpiles while inventories of distillates rose 1.1 million barrels.
- U.K. inflation came in at 3% in January, the same rate as seen in December. Core inflation accelerated to 2.7% from 2.5% in December. On a monthly basis, overall consumer prices fell 0.5%.
- U.K. output prices inflation eased to 2.8% in January, the weakest since November 2016, from 3.3% a month ago. Likewise, input price inflation slowed to 4.7% from 5.4% in the previous month. Month-on-month, output prices edged up 0.1% and input prices climbed 0.7%.
- U.K. retail price index increased by an annualized 4.0% in January compared to 4.1% in December. The RPI fell by a negative 0.8% on a monthly basis compared to an increase of 0.8% in December. The core RPI rose by an annualized 4.0% compared to 4.2% the month before. Month-on-month, the core RPI fell to 0.8%, compared to a rise of 0.8% the month prior.
- U.K. house price index climbed 5.2% year-over-year December, faster than the 5.0% rise in November, which was revised down from a 5.1% increase reported earlier.
- French payroll employment climbed 53,300 or 0.3% from the third quarter. Employment had advanced the same 0.3% or 49,600 in the September quarter. On a yearly basis, private payroll employment increased by 253,500 or 1.3%.
- India's consumer price inflation slowed to 5.07% in January from 5.21% in December. On a monthly basis, consumer prices dropped 0.22% in January.
- India's industrial output slowed to 7.1% in December after hitting a 25-month high of 8.4% in November. Manufacturing sector grew 8.4% in December 2017, compared with 10.2% growth in November 2017.
- Japan's gross domestic product added a seasonally adjusted 0.1% on quarter in the fourth quarter of 2017, down from 0.6% in the third quarter. On an annualized basis, GDP gained 0.4% - down from the downwardly revised 2.2% increase in the three months prior (originally 2.5%).
- Japan producer prices in Japan picked up 0.3% on month in January, up from the downwardly revised 0.1% gain in December (originally 0.2%). On a yearly basis, producer prices advanced 2.7% - down from the downwardly revised 3.0% in the previous month (originally 3.1%).

Index	13-Feb-18	12-Feb-18	Pts. Ch.	% Change
Dow	24640.45	24601.27	39.18	0.16
Nifty	CLOSED	10539.75	-	-
Sensex	CLOSED	34300.47	-	-
USD/INR	CLOSED	64.31	-	-
Dollar Index	89.60	90.10	-0.50	-0.55
Euro/\$1US	1.2354	1.2292	0.0062	0.50
\$1US/Yen	107.77	108.66	-0.89	-0.82
Pound/\$1US	1.3884	1.3838	0.0046	0.33

Market Update

- U.S. stocks finished in the green, marking a third consecutive gain for equity gauges, ahead of a key inflation reading, even as shades of last week's brutal selling lingered. The S&P 500 index added 6.94 points, or 0.3%, to 2,662.94. The Nasdaq Composite Index rose 31.55 points to 7,013.51, an advance of about 0.5%.
- Indian market closed on **13th February, 2017** on account of "Mahashivratri".

Currency Update

- The U.S. dollar softened against its major rivals, chiefly against the Japanese yen, as uncertainty in global equity markets persisted following last week's violent slide. The ICE U.S. Dollar Index fell 0.6% to 89.714. The broader WSJ U.S. Dollar Index fell 0.4% to 83.73. The dollar declined sharply against the Japanese yen hitting its lowest level since September. One dollar bought ¥107.82 versus ¥108.65. The British pound jumped to a high of \$1.3925, last changed hands at \$1.3890, up from \$1.3837. Meanwhile, the euro rose to \$1.2354, from \$1.2293.
- Indian currency market closed on **13th February, 2017** on account of "Mahashivratri".

Name of the ETF	Holdings In Tonnes As		%Ch
	13-Feb-18	12-Feb-18	
SPDR Gold ETF	823.66	820.71	0.36
iShares Silver Trust	9767.91	9767.91	0.00

Symbol	13-Feb-18		Ratio
	Close	Close	
Gold v/s Silver	1330	16.528	80.49
Gold v/s Crude Oil	1330	59.19	22.48

Bullion	Closing		% Ch
	13-Feb-18	12-Feb-18	
Gold Apr MCX	30218	30152	0.22
Gold Apr Comex	1330	1326	0.30
Silver Mar MCX	38245	38268	-0.06
Silver Mar Comex	16.528	16.570	-0.25
Energy			
Crude Oil Mar MCX	3818	3842	-0.62
Crude Mar Nymex	59.19	59.29	-0.17
Natural Gas Feb MCX	169.00	165.50	2.11
Nat. Gas Mar Henry Hub	2.594	2.552	1.65

LME Inventories (In Tonnes)

Base Metals	13-Feb-18	12-Feb-18	Change	% Change
Aluminum	1275500	1116575	158925	14.23
Copper	333025	333850	-825	-0.25
Nickel	339006	341160	-2154	-0.63
Lead	122700	123825	-1125	-0.91
Zinc	156125	156950	-825	-0.53

Base Metals	Closing		% Ch
	13-Feb-18	12-Feb-18	
Aluminium Feb	137.40	136.95	0.33
Copper Feb	449.35	438.65	2.44
Nickel Feb	861.90	841.20	2.46
Lead Feb	164.30	162.00	1.42
Zinc Feb	223.70	218.60	2.33

ECONOMIC CALENDER

Wednesday February 14 2018

Time	Country	Event	Actual	Forecast	Previous
3:05 AM	U.S.	API Weekly Crude Oil Stock	3.947M	2.800M	-1.050M
5:20 AM	Japan	GDP (YoY) (Q4)	0.5%	0.9%	2.2%
5:20 AM	Japan	GDP (QoQ) (Q4)	0.1%	0.2%	0.6%
12:00 PM	India	WPI Food (YoY) (Jan)			4.72%
12:00 PM	India	WPI Fuel (YoY) (Jan)			9.16%
12:00 PM	India	WPI Inflation (YoY) (Jan)		3.25%	3.58%
12:00 PM	India	WPI Manufacturing Inflation (YoY) (Jan)			2.61%
12:30 PM	Germany	German CPI (YoY) (Jan)		1.6%	1.6%
12:30 PM	Germany	German CPI (MoM) (Jan)		-0.7%	-0.7%
12:30 PM	Germany	German GDP (QoQ) (Q4)		0.6%	0.8%
12:30 PM	Germany	German GDP (YoY) (Q4)		2.3%	2.3%
3:30 PM	Eurozone	GDP (YoY) (Q4)		2.7%	2.7%
3:30 PM	Eurozone	GDP (QoQ) (Q4)		0.6%	0.6%
3:30 PM	Eurozone	Industrial Production (YoY) (Dec)		4.2%	3.2%
3:30 PM	Eurozone	Industrial Production (MoM) (Dec)		0.1%	1.0%
5:00 PM	India	M3 Money Supply			10.8%
7:00 PM	U.S.	Core CPI (MoM) (Jan)		0.2%	0.2%
7:00 PM	U.S.	Core CPI (YoY) (Jan)		1.7%	1.8%
7:00 PM	U.S.	Core Retail Sales (MoM) (Jan)		0.2%	0.4%
7:00 PM	U.S.	CPI (YoY) (Jan)		1.9%	2.1%
7:00 PM	U.S.	CPI (MoM) (Jan)		0.3%	0.2%
7:00 PM	U.S.	Retail Sales (MoM) (Jan)		0.5%	0.4%
8:30 PM	U.S.	Business Inventories (MoM) (Dec)		0.4%	0.4%
9:00 PM	U.S.	Crude Oil Inventories		2.825M	1.895M
9:00 PM	U.S.	EIA Weekly Distillates Stocks		-1.130M	3.926M
9:00 PM	U.S.	Gasoline Inventories		1.229M	3.414M

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