



COMMODITY REPORT

22 February 2017

ECONOMIC/GLOBAL NEWS

- Natural gas prices fell to a six-month low, their second-largest losses of the year as warm-weather forecasts continue to damp expectations for demand. Natural gas for March delivery lost 26 cents, or 8.81%, to settle at \$2.691 per million British thermal units, marking its lowest settlement level since Aug. 11, 201. MCX Natural Gas March expiry closed at Rs. 183.00 per British thermal unit, down 5.48%.
- China new home prices rose 0.2% on the month that was slower than December's 0.3% gain. Prices were up 12.2% compared with January 2016, again lower than December's 12.4% rise.
- U.S. Markit flash services PMI eased to 53.9 in February, from the prior month's reading of 55.6 which had been its fastest expansion since November 2015. Markit also said that its flash manufacturing PMI fell to 54.3 in February from the prior month's final reading of 55.0.
- Eurozone composite output index rose to a 70-month high of 56.0 in February from 54.4 in January. The manufacturing PMI climbed unexpectedly to 55.5 from 55.2 in January. The services PMI improved to 55.6 in February.
- Germany's composite output index rose to a 34-month high of 56.1 in February from 54.8 in January. The manufacturing PMI climbed unexpectedly to 57.0 from 56.4 in January. At the same time, the services PMI advanced more-than-expected to 54.4 from 53.4 in January.
- France's consumer prices advanced 1.3% year-on-year in January, faster than December's 0.6% increase. Month-on-month, consumer prices slid 0.2% as initially estimated on January 31.
- France's flash composite output index climbed to a 69-month high of 56.2 in February from 54.1 in January. The services activity index rose to 56.7 in February from 54.1 in the prior month. The manufacturing PMI dropped to 52.3 from 53.6.

Index	21-Feb-17	20-Feb-17	Pts. Ch.	% Change
Dow	20743.00	CLOSED	-	-
Nifty	8907.85	8879.20	28.65	0.32
Sensex	28761.59	28661.58	100.01	0.35
USD/INR	CLOSED	66.93	-	-
Dollar Index	101.36	CLOSED	-	-
Euro/\$1US	1.0537	1.0614	-0.0077	-0.73
\$1US/Yen	113.69	113.10	0.59	0.52
Pound/\$1US	1.2473	1.2461	0.0012	0.10

Market Update

- U.S. stocks rallied, with major indexes simultaneously closing at records for a second session in a row on the back of gains in defensive sectors and energy, even as concerns remained about the market's valuation. The S&P 500 index rose 0.6% to finish at a record 2,365.38. The Nasdaq Composite Index added 27.37 points, or 0.5%, to close at a record 5,865.95.
- Indian market closed the volatile trading session with modest gains, ahead of expiry of near month F&O contracts.

Currency Update

- The U.S. currency strengthened against major rivals, with the dollar index touching its highest level in more than five weeks. The ICE U.S. Dollar Index rose 0.5% to 101.41, the highest closing level for the index since January 12. The WSJ Dollar Index was up 0.3% at 91.27. The euro weakened to \$1.0545, compared with \$1.0609. The British pound recovered some ground, trading at \$1.2460 compared with \$1.2471. Against its Japanese counterpart, the greenback advanced to ¥113.58 compared with ¥113.37.
- Indian currency market closed on **21.02.2017** on account of **"Mumbai Municipal Corporation Elections"**.

Name of the ETF	Holdings In Tonnes As		%Ch
	21-Feb-17	17-Feb-17	
SPDR Gold ETF	841.17	841.17	0.00
iShares Silver Trust	10428.42	10410.74	0.17

Symbol	21-Feb-17		Ratio
	Close	Close	
Gold v/s Silver	1239	18.001	68.82
Gold v/s Crude Oil	1239	54.33	22.80

Bullion	Closing		% Ch
	21-Feb-17	20-Feb-17	
Gold Apr MCX	29301	29303	-0.01
Gold Apr Comex	1239	CLOSED	-
Silver May MCX	43381	43448	-0.15
Silver Mar Comex	18.001	CLOSED	-
Energy			
Crude Oil Mar MCX	3668	3623	1.24
Crude Apr Nymex	54.33	CLOSED	-
Natural Gas Mar MCX	183.00	193.60	-5.48
Nat. Gas Mar Henry Hub	2.691	CLOSED	-

LME Inventories (In Tonnes)

Base Metals	21-Feb-17	20-Feb-17	Change	% Change
Aluminum	2195375	2195100	275	0.01
Copper	221425	224025	-2600	-1.16
Nickel	384900	383784	1116	0.29
Lead	189800	189750	50	0.03
Zinc	387050	388800	-1750	-0.45

Base Metals	Closing		% Ch
	21 - Feb-17	20-Feb-17	
Aluminium Feb	125.40	126.70	-1.03
Copper Feb	405.25	405.05	0.05
Nickel Feb	721.50	744.30	-3.06
Lead Feb	151.45	154.80	-2.16
Zinc Feb	192.00	193.05	-0.54

ECONOMIC CALENDER

Wednesday Feb 22, 2017

Time	Country	Event	Actual	Forecast	Previous
7:00 AM	China	House Prices (YoY) (Jan)	12.2%		12.4%
2:30 PM	Germany	German Business Expectations (Feb)		103.0	103.2
2:30 PM	Germany	German Current Assessment (Feb)		116.7	116.9
2:30 PM	Germany	German Ifo Business Climate Index (Feb)		109.6	109.8
3:00 PM	U.K.	GDP (YoY) (Q4)		2.2%	2.2%
3:00 PM	U.K.	GDP (QoQ) (Q4)		0.6%	0.6%
3:00 PM	U.K.	Index of Services		0.8%	1.0%
3:30 PM	Eurozone	Core CPI (YoY) (Jan)		0.9%	0.9%
3:30 PM	Eurozone	Core CPI (MoM) (Jan)			0.4%
3:30 PM	Eurozone	CPI (MoM) (Jan)		-0.8%	0.5%
3:30 PM	Eurozone	CPI (YoY) (Jan)		1.8%	1.8%
8:30 PM	U.S.	Existing Home Sales (MoM) (Jan)		1.1%	-2.8%
8:30 PM	U.S.	Existing Home Sales (Jan)		5.54M	5.49M
8:15 PM	U.S.	Services PMI (Feb)		55.7	55.6

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