



# COMMODITY REPORT

31 October 2017

## ECONOMIC/GLOBAL NEWS

- Crude oil prices settled higher on Monday as concerns over an uptick in Iraqi exports were offset by ongoing speculation that OPEC will agree to extend output cuts beyond March. On the New York Mercantile Exchange crude futures for December delivery rose 0.5% to settle at \$54.15 a barrel.
- US consumer spending, which accounts for more than two-thirds of U.S. economic activity, jumped 1.0 percent last month after an unrevised 0.1 percent gain in August.
- US personal spending increased 1.0% in September from the prior month, compared to expectations for a rise of 0.8% and the prior month's 0.1% gain. Personal income meanwhile, registered an increase of 0.4% in September, and compared to the prior rise of 0.2%. The core PCE price index rose 0.1% in September.
- China reported its official manufacturing Purchasing Managers index for the month of October came in at 51.6. The non-manufacturing PMI came in at 54.3, down from 55.4 in September.
- The amount of new credit issued to consumers rose in line with forecasts in September. Bank of England said that UK Net Lending fell to 5.5 billion, from 5.7 billion in the preceding month, which was revised up from 5.6 billion. The amount of lending is correlated to consumer confidence and spending. It more than the average forecast of economists polled by Reuters to 114.0 points in October from a 113.1 the previous month.
- The sentiment in the euro zone rose more than the average forecast of economists polled by Reuters to 114.0 points in October from a 113.1 the previous month. Inflation expectations among consumers continued to increase, to 14.7 from 14.2 in September. Consumers shared the positive mood, with optimism rising to -1.0 from -1.2 in September, reaching the highest level in 16 years.
- Japan's industrial output fell less than expected in September and companies expect output to rise in October. Industrial output fell 1.1 percent in September because of a fall in output of memory chips, equipment to make flat panel displays, and heavy machinery used in construction.
- The Bank of Japan on Tuesday held its asset purchases at ¥80 trillion annually as expected, with the short-term interest rate maintained at 0.1%.

Index	30-Oct-17	27-Oct-17	Pts. Ch.	% Change
<b>Dow</b>	23348.74	23434.19	<b>-85.45</b>	<b>-0.36</b>
<b>Nifty</b>	10363.65	10323.05	<b>40.60</b>	<b>0.39</b>
<b>Sensex</b>	33266.16	33157.22	<b>108.94</b>	<b>0.33</b>
<b>USD/INR</b>	64.86	65.04	<b>-0.18</b>	<b>-0.28</b>
<b>Dollar Index</b>	94.46	94.92	<b>-0.4600</b>	<b>-0.48</b>
<b>Euro/\$1US</b>	1.1652	1.1610	<b>0.00</b>	<b>0.36</b>
<b>\$1US/Yen</b>	113.02	113.69	<b>-0.6700</b>	<b>-0.59</b>
<b>Pound/\$1US</b>	1.3213	1.3129	<b>0.0084</b>	<b>0.64</b>

## Market Update

- The Dow Jones Industrial Average carved out fresh history on Monday, in an otherwise downbeat day, with a historic period of relative tranquility on Wall Street. Dow finished down 85.45 points, or 0.4%, at 23,348.74; the S&P 500 index SPX, closed down 8.24 points, or 0.3%, at 2,572.83; and the Nasdaq Composite Index COMP, ended little changed at 6,698.96.
- The U.S. dollar declined Monday, pulling back after scoring its best week of the year, as the euro gained traction against its overseas rival. The ICE U.S. Dollar Index DXY, dropped 0.5% to 94.458. The euro EURUSD, was up at \$1.1652, compared with \$1.1610. The pound GBPUSD, also rebounded Monday, fetching \$1.3213, up from \$1.3129 on Friday. The Japanese yen USDJPY, gained, with the buck buying ¥113.02 compared with ¥113.69 on Friday.

## Currency Update

- Key benchmark indices settled higher as renewed buying was witnessed on the bourses. The barometer index, the S&P BSE Sensex, rose 108.94 points or 0.33% to 33,266.16. The Nifty 50 index rose 40.60 points or 0.39% to 10,363.65. BSE Mid-Cap index rose 1.13%. The BSE Small-Cap index rose 1.25%.
- The local currency on Monday settled 20 paise up at 64.85 against the US currency amid buoyant domestic equity markets.

Name of the ETF	Holdings In Tonnes As		%Ch
	30-Oct-17	27-Oct-17	
<b>SPDR Gold ETF</b>	850.77	850.77	<b>0.00</b>
<b>iShares Silver Trust</b>	9926.85	9962.09	<b>-0.35</b>

Symbol	30-Oct-17		Ratio
	Close	Close	
<b>Gold v/s Silver</b>	1278	16.847	<b>75.84</b>
<b>Gold v/s Crude Oil</b>	1278	54.15	<b>23.60</b>

LME Inventories (In Tonnes)				
Base Metals	30-Oct-17	27-Oct-17	Change	% Change
<b>Aluminum</b>	1193925	1196600	<b>-2675</b>	<b>-0.22</b>
<b>Copper</b>	273625	272625	<b>1000</b>	<b>0.37</b>
<b>Nickel</b>	382872	384294	<b>-1422</b>	<b>-0.37</b>
<b>Lead</b>	149125	149575	<b>-450</b>	<b>-0.30</b>
<b>Zinc</b>	258950	260825	<b>-1875</b>	<b>-0.72</b>

Bullion	Closing		% Ch
	30-Oct-17	27-Oct-17	
<b>Gold Dec MCX</b>	29384	29318	<b>0.23</b>
<b>Gold Dec Comex</b>	1278	1272	<b>0.46</b>
<b>Silver Dec MCX</b>	39265	39149	<b>0.30</b>
<b>Silver Dec Comex</b>	16.847	16.752	<b>0.57</b>
Energy			
<b>Crude Oil Nov MCX</b>	3513	3501	<b>0.34</b>
<b>Crude Dec Nymex</b>	54.15	53.90	<b>0.46</b>
<b>Natural Gas Nov MCX</b>	193.70	194.20	<b>-0.26</b>
<b>Nat. Gas Dec Henry Hub</b>	2.966	2.964	<b>0.07</b>

Base Metals	Closing		% Ch
	30-Oct-17	27-Oct-17	
<b>Aluminium Nov</b>	139.75	141.60	<b>-1.31</b>
<b>Copper Nov</b>	446.10	445.80	<b>0.07</b>
<b>Nickel Nov</b>	758.50	753.80	<b>0.62</b>
<b>Lead Nov</b>	156.55	158.15	<b>-1.01</b>
<b>Zinc Nov</b>	210.75	208.20	<b>1.22</b>

## ECONOMIC CALENDER

Tuesday October 31 2017					
Time	Country	Event	Actual	Forecast	Previous
5:31 AM	UK	<b>GfK Consumer Confidence (Oct)</b>	<b>-10</b>	-10	-9
6:30 AM	CHINA	<b>Manufacturing PMI (Oct)</b>	<b>51.6</b>	52	52.4
6:30 AM	CHINA	<b>Non-Manufacturing PMI (Oct)</b>	<b>54.3</b>		55.4
12:00 PM	FRANCE	<b>French GDP (QoQ) (Q3)</b>		0.50%	0.50%
1:15 PM	FRANCE	<b>French Consumer Spending (MoM) (Sep)</b>		0.50%	-0.30%
1:15 PM	FRANCE	<b>French CPI (MoM) (Oct)</b>		0.10%	-0.20%
1:15 PM	FRANCE	<b>French PPI (MoM) (Sep)</b>			0.40%
2:30 PM	ITALY	<b>Italian Monthly Unemployment Rate (Sep)</b>		11.10%	11.20%
2:30 PM	SPAIN	<b>Spanish Current account (Aug)</b>			2.98B
3:30 PM	ITALY	<b>Italian CPI (MoM) (Oct)</b>		-0.10%	-0.30%
3:30 PM	ITALY	<b>Italian CPI (YoY) (Oct)</b>		1.30%	1.10%
3:30 PM	ITALY	<b>Italian HICP (YoY) (Oct)</b>		1.30%	1.30%
3:30 PM	ITALY	<b>Italian HICP (MoM) (Oct)</b>		0.20%	1.80%
3:30 PM	INDIA	<b>Federal Fiscal Deficit (Sep)</b>			5,250.45B
3:30 PM	EUROZONE	<b>Core CPI (YoY) (Oct)</b>		1.10%	1.10%
3:30 PM	EUROZONE	<b>CPI (YoY) (Oct)</b>		1.50%	1.50%
3:30 PM	EUROZONE	<b>GDP (QoQ) (Q3)</b>		0.60%	0.60%
3:30 PM	EUROZONE	<b>GDP (YoY) (Q3)</b>		2.10%	2.10%
3:30 PM	EUROZONE	<b>Unemployment Rate (Sep)</b>		9.00%	9.10%
4:30 PM	EUROZONE	<b>Italian PPI (YoY) (Sep)</b>			1.50%
4:30 PM	EUROZONE	<b>Italian PPI (MoM) (Sep)</b>			0.40%
6:00 PM	USA	<b>Employment Benefits (QoQ) (Q3)</b>			0.60%
6:00 PM	USA	<b>Employment Cost Index (QoQ) (Q3)</b>		0.70%	0.50%
6:00 PM	USA	<b>Employment Wages (QoQ) (Q3)</b>			0.50%
7:15 PM	USA	<b>Chicago PMI (Oct)</b>		61	65.2
7:30 PM	USA	<b>CB Consumer Confidence (Oct)</b>		121	119.8

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