

COMMODITY

Report

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SHRIRAM INSIGHT SHARE BROKERS LIMITED

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EVERYTHING YOU
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ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- Oil settled lower, with prices giving back nearly all of their gains from a day earlier as concerns surrounding Iranian oil eased and traders' attention started to shift to weekly data on U.S. petroleum inventories. September West Texas Intermediate crude on the New York Mercantile Exchange fell \$1.37, or nearly 2%, to settle at \$68.76. MCX Crude Oil August expiry closed at Rs. 4734 per barrel, down 1.87%.
- China Caixin manufacturing sector continued to expand in July, with a PMI score of 50.8. That's down from 51.0 in June.
- U.S. Conference Board said its consumer confidence index inched up to 127.4 in July from an upwardly revised 127.1 in June.
- U.S. Chicago business barometer rose to a six-month high of 65.5 in July from 64.1 in June.
- The American Petroleum Institute reported that U.S. crude supplies rose by 5.6 million barrels for the week ended July 27. The API data also showed supplies of gasoline fell by 791,000 barrels, while distillate stockpiles added 2.9 million barrels.
- Eurozone gross domestic product grew 0.3% from the first quarter, when the economy expanded 0.4%. On a yearly basis, GDP growth eased to 2.1% from 2.5% in the previous quarter.
- Eurozone consumer prices rose 2.1% year-on-year in July, after climbing 2% in June. Core inflation accelerated to 1.1% in July from 0.9% in June.
- Germany's number of unemployed fell by 6,000 in July from June. The jobless rate held steady at 5.2% in July.
- Germany's retail sales expanded by real 1.2% month-on-month in June, reversing a revised 1.5% drop in May. On a yearly basis, retail sales advanced 3%.
- France's consumer price inflation climbed 2.3% year-over-year in July, faster than the 2.0% increase in June. On a monthly basis, consumer prices edged down 0.1% in July after a stability in June.
- Japan Nikkei manufacturing sector continued to expand in July, with a PMI score of 52.3. That's down from 53.0 in June.
- India's infrastructure industries grew to a seven-month high of 6.7% in June. Core sector had grown 4.3% in May 2018 and 1% in June last year.

INDEX	31-JULY-18	30-JULY-18	PTS. CH.	% CHANGE
Dow	25415.19	25306.83	108.36	0.43
Nifty	11356.50	11319.55	36.95	0.33
Sensex	37606.58	37494.40	112.18	0.30
USD/INR	68.54	68.67	-0.13	-0.19
Dollar Index	94.33	94.11	0.22	0.23
Euro/\$1US	1.1689	1.1706	-0.0017	-0.15
\$1US/Yen	111.84	111.07	0.77	0.69
Pound/\$1US	1.3119	1.3133	-0.0014	-0.11

MARKET UPDATE

- U.S. stock-market indexes closed higher Tuesday, but off their session highs, following news that the Trump administration made little progress in resolving its trade dispute with China. The S&P 500 added 13.69 points to 2,816.29, a gain of 0.5%. The Nasdaq Composite Index advanced 41.78 points, or 0.6%, to 7,671.79.
- Indian market extended their winning streak to close at fresh record highs ahead of key RBI policy meet outcome.

CURRENCY UPDATE

- The Japanese yen was one of the worst performers among the U.S. dollar's main rivals on Tuesday, trading lower after the Bank of Japan surprised markets by keeping its monetary policy ultra-loose. The Japanese yen sold off in response, with one dollar last fetching ¥111.81, up from ¥111.06. The ICE U.S. Dollar Index rose 0.2% to 94.471. The euro to trade higher earlier, but the strengthening dollar kept the shared currency little changed at \$1.1703.
- Making a spirited comeback ahead of the RBI's policy announcement, the rupee gained 13 paise to close at a fresh two-week high of 68.54 against the dollar on expectations that the US Fed is likely to keep rates unchanged. Earlier, the Indian unit opened lower at 68.70 from overnight level of 68.67 at the Interbank Foreign Exchange market. After trading within a narrowing wedge, the local unit bounced back to sharply and ended at the session's high of 68.54, showing a sharp gain of 13 paise, or 0.19%. The Financial Benchmarks India private limited fixed the reference rate for the dollar at 68.6068.

BULLION	CLOSING		% CH
	31-JULY-18	30-JULY-18	
Gold Oct MCX	29878	29922	-0.15
Gold Dec Comex	1234	1232	0.17
Silver Sep MCX	38321	38342	-0.05
Silver Sep Comex	15.559	15.537	0.14
ENERGY			
Crude Oil Aug MCX	4734	4824	-1.87
Crude Sep Nymex	68.76	70.13	-1.95
Natural Gas Aug MCX	192.80	193.20	-0.21
Nat. Gas Sep Henry Hub	2.782	2.797	-0.54

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	31-JULY-18	30-JULY-18	
SPDR Gold ETF	800.20	800.20	0.00
iShares Silver Trust	10246.51	10246.51	0.00

NAME OF THE ETF	CLOSING		RATIO
	31-JULY-18		
Gold v/s Silver	1234	15.559	79.29
Gold v/s Crude Oil	1234	68.76	17.94

(IN TONS)	LME INVENTORIES DATA			% Change
	31-JULY-18	30-JULY-18	Change	
Aluminum	1196300	1198250	-1950	-0.16
Copper	254425	256275	-1850	-0.72
Nickel	256044	256158	-114	-0.04
Lead	127125	127325	-200	-0.16
Zinc	240125	242050	-1925	-0.80

BASE METALS	CLOSING		% CH
	31-JULY-18	30-JULY-18	
Aluminium Aug	142.35	142.60	-0.18
Copper Aug	430.15	425.40	1.12
Nickel Aug	964.70	952.80	1.25
Lead Aug	148.50	148.40	0.07
Zinc Aug	181.95	176.70	2.97

ECONOMIC CALENDER

WEDNESDAY AUGUST 01, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
2:00 AM	U.S.	API Weekly Crude Oil Stock	5.590M	-0.189M	-3.160M
6:00 AM	Japan	Manufacturing PMI (Jul)	52.3	51.6	51.6
7:15 AM	China	Caixin Manufacturing PMI (Jul)	50.8	50.9	51.0
10:30 AM	India	Nikkei Markit Manufacturing PMI (Jul)		52.5	53.1
11:30 AM	U.K.	Nationwide HPI (YoY) (Jul)		1.9%	2.0%
11:30 AM	U.K.	Nationwide HPI (MoM) (Jul)		0.1%	0.5%
1:20 PM	France	French Manufacturing PMI (Jul)		53.1	53.1
1:25 PM	Germany	German Manufacturing PMI (Jul)		57.3	57.3
1:30 PM	Eurozone	Manufacturing PMI (Jul)		55.1	55.1
2:00 PM	U.K.	Manufacturing PMI (Jul)		54.2	54.4
2:30 PM	India	Cash Reserve Ratio		4.00%	4.00%
2:30 PM	India	Interest Rate Decision		6.50%	6.25%
2:30 PM	India	Reverse REPO Rate		6.25%	6.00%
5:45 PM	U.S.	ADP Nonfarm Employment Change (Jul)		186K	177K
7:15 PM	U.S.	Manufacturing PMI (Jul)		55.5	55.5
7:30 PM	U.S.	ISM Manufacturing PMI (Jul)		59.4	60.2
8:00 PM	U.S.	Crude Oil Inventories		-2.794M	-6.147M
8:00 PM	U.S.	EIA Weekly Distillates Stocks		0.264M	-0.101M
8:00 PM	U.S.	Gasoline Inventories		-1.288M	-2.328M
11:30 PM	U.S.	FOMC Statement			
11:30 PM	U.S.	Fed Interest Rate Decision		2.00%	2.00%

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