

# COMMODITY

## Report

03 October 2018



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NEED TO KNOW  
ABOUT THE COMMODITY



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## ECONOMIC / GLOBAL NEWS

- Natural gas prices surged higher as colder than normal weather is expected to cover most of the mid-west bringing temperatures in the high 40's to the upper mid-west which should significantly increase natural gas demand over the next 2-weeks. November natural gas settling at \$3.166 per million British thermal units, up 2.33%. It notched another finish at its highest since January.
- U.S. seasonally adjusted IHS Markit final manufacturing PMI registered 55.6 in September, up from 54.7 in August.
- U.S. ISM said its purchasing managers index fell to 59.8 in September from 61.3 in August.
- U.S. total vehicle sales came in at 17.44 million in September.
- The American Petroleum Institute reported that U.S. crude supplies rose by 907,000 barrels for the week ended Sept. 28, according to sources. The API data also showed supplies of gasoline declined by 1.7 million barrels and distillates fell by 1.2 million barrels.
- U.K. IHS Markit and CIPS manufacturing PMI rose to 53.8 in September from 53.0 in August, which was revised up from 52.8.
- U.K. CIPS construction purchasing managers' index fell to 52.1 in September from 52.9 in August.
- Eurozone producer price inflation rose 4.2% year-on-year in August following 4.3% in July, which was revised from 4%. On a month-on-month basis, producer prices climbed 0.3% in August after a 0.7% rise in the previous month, which was revised from 0.4%.
- Eurozone jobless rate fell to 8.1% in August from 8.2% in July. This was the lowest since November 2008.
- Eurozone factory PMI fell to 53.2 in September, the lowest since September 2016, from 54.6 in August.
- Germany's retail sales grew by real 1.6% year-on-year in August, faster than the 0.9% expansion seen a month ago. At the same time, retail sales dropped unexpectedly by 0.1% month-on-month, but slower than the 1.1% fall in July.
- Germany's factory PMI came in at a 25-month low of 53.7 in September, down from 55.9 in the previous month.
- French factory PMI fell to 52.5 in September from 53.5 in August.
- Australia's central bank decided to keep its benchmark interest rate unchanged at a record low, the board of the Reserve Bank of Australia, governed by Philip Lowe, voted to maintain the cash rate at 1.50%. The interest rate has been at the current level since August 2016.
- Japan's Nikkei Composite Output Index lower to 50.7 in September, down from 52.0 in August. The headline index from the survey - the seasonally adjusted Business Activity Index - fell 50.2 in September, down from 51.5 in August.
- India's Nikkei/IHS Markit manufacturing PMI rose to 52.2 in September from 51.7 in August.

INDEX	02-OCT-18	01-OCT-18	PTS. CH.	% CHANGE
<b>Dow</b>	26773.94	26651.21	<b>122.73</b>	<b>0.46</b>
<b>Nifty</b>	CLOSED	11008.30	-	-
<b>Sensex</b>	CLOSED	36526.14	-	-
<b>USD/INR</b>	CLOSED	72.91	-	-
<b>Dollar Index</b>	95.14	94.93	<b>0.21</b>	<b>0.22</b>
<b>Euro/\$1US</b>	1.1551	1.1578	<b>-0.0027</b>	<b>-0.23</b>
<b>\$1US/¥en</b>	113.56	113.92	<b>-0.36</b>	<b>-0.32</b>
<b>Pound/\$1US</b>	1.2979	1.3043	<b>-0.0064</b>	<b>-0.49</b>

## MARKET UPDATE

- The Dow Jones Industrial Average rose for a fourth straight session on Tuesday, logging its 14th record close of 2018, even as the broader market fell on lingering trade worries. The broader S&P 500 slid 1.16 points to 2,923.43 as consumer discretionary stocks lost 1.4% and the Nasdaq Composite Index shed 37.75 points, or 0.5%, to 7,999.55.
- Indian market closed on **2nd October, 2018** on account of "**Mahatma Gandhi Jayanthi**".

BULLION	CLOSING		% CH
	02-OCT-18	01-OCT-18	
<b>Gold Dec MCX</b>	CLOSED	30957	-
<b>Gold Dec Comex</b>	1207	1192	<b>1.28</b>
<b>Silver Dec MCX</b>	CLOSED	38445	-
<b>Silver Dec Comex</b>	14.693	14.507	<b>1.28</b>
<b>ENERGY</b>			
<b>Crude Oil Oct MCX</b>	CLOSED	5501	-
<b>Crude Nov Nymex</b>	75.23	75.30	<b>-0.09</b>
<b>Natural Gas Oct MCX</b>	CLOSED	228.10	-
<b>Nat. Gas Nov Henry Hub</b>	3.166	3.094	<b>2.33</b>

## CURRENCY UPDATE

- A popular U.S. dollar index extended a strengthening trend to a fifth day in a row, putting the benchmark near a six-week peak as its major rivals, notably the euro, weakened amid mounting political strife between Italy and the European Union. The ICE U.S. Dollar Index traded at intraday high of 95.731 before slipping to 95.515, up 0.2%. After slumping toward the psychologically important \$1.15 level the euro had recovered and was trading at \$1.1544, down 0.3%, compared with \$1.1578. Meanwhile, in the U.K., the British pound hit a three-week nadir at \$1.2961, compared with \$1.3040 in the previous session. Elsewhere, the dollar fell to ¥113.80 against Japanese yen from ¥113.93.
- Indian currency market closed on **2nd October, 2018** on account of "**Mahatma Gandhi Jayanthi**".

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	02-OCT-18	01-OCT-18	
<b>SPDR Gold ETF</b>	737.82	740.17	<b>-0.32</b>
<b>iShares Silver Trust</b>	10354.72	10358.91	<b>-0.04</b>

NAME OF THE ETF	CLOSING		RATIO
	02-OCT-18		
<b>Gold v/s Silver</b>	1207	14.693	<b>82.15</b>
<b>Gold v/s Crude Oil</b>	1207	75.23	<b>16.04</b>

(IN TONS)	LME INVENTORIES DATA			% Change
	02-OCT-18	01-OCT-18	Change	
<b>Aluminum</b>	983250	987800	-4550	-0.46
<b>Copper</b>	196600	199125	-2525	-1.27
<b>Nickel</b>	228456	228210	246	0.11
<b>Lead</b>	114900	115700	-800	-0.69
<b>Zinc</b>	199325	201925	-2600	-1.29

BASE METALS	CLOSING		% CH
	02-OCT-18	01-OCT-18	
<b>Aluminium Oct</b>	CLOSED	153.10	-
<b>Copper Nov</b>	CLOSED	454.95	-
<b>Nickel Oct</b>	CLOSED	913.80	-
<b>Lead Oct</b>	CLOSED	148.75	-
<b>Zinc Oct</b>	CLOSED	197.10	-

## ECONOMIC CALENDER

### WEDNESDAY OCTOBER 03 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
1:00 AM	U.S.	<b>Total Vehicle Sales</b>	17.44M	16.78M	16.72M
2:00 AM	U.S.	<b>API Weekly Crude Oil Stock</b>	0.907M	-1.279M	2.903M
1:20 PM	France	<b>French Markit Composite PMI (Sep)</b>		53.6	53.6
1:20 PM	France	<b>French Services PMI (Sep)</b>		54.3	54.3
1:25 PM	Germany	<b>German Composite PMI (Sep)</b>		55.3	55.3
1:25 PM	Germany	<b>German Services PMI (Sep)</b>		56.5	56.5
1:30 PM	Eurozone	<b>Markit Composite PMI (Sep)</b>		54.2	54.2
1:30 PM	Eurozone	<b>Services PMI (Sep)</b>		54.7	54.7
2:00 PM	U.K.	<b>Services PMI (Sep)</b>		54.0	54.3
2:30 PM	Eurozone	<b>Retail Sales (MoM) (Aug)</b>		0.2%	-0.2%
2:30 PM	Eurozone	<b>Retail Sales (YoY) (Aug)</b>		1.7%	1.1%
5:45 PM	U.S.	<b>ADP Nonfarm Employment Change (Sep)</b>		187K	163K
7:15 PM	U.S.	<b>Markit Composite PMI (Sep)</b>		53.4	53.4
7:15 PM	U.S.	<b>Services PMI (Sep)</b>		52.9	52.9
7:30 PM	U.S.	<b>ISM Non-Manufacturing PMI (Sep)</b>		58.1	58.5
8:00 PM	U.S.	<b>Crude Oil Inventories</b>		1.985M	1.852M
8:00 PM	U.S.	<b>EIA Weekly Distillates Stocks</b>		-1.303M	-2.241M
8:00 PM	U.S.	<b>Gasoline Inventories</b>		1.316M	1.530M

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