

# COMMODITY

## Report

07 June 2018



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EVERYTHING YOU  
NEED TO KNOW  
ABOUT THE COMMODITY



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## ECONOMIC / GLOBAL NEWS

- Oil prices fell, with U.S. benchmark crude logging its lowest finish in about two months after a report revealed a surprise weekly climb in domestic crude inventories. July West Texas Intermediate crude fell 79 cents, or 1.21%, to settle at \$64.73 a barrel on the New York Mercantile Exchange, for the lowest finish since April 9. The U.S. Energy Information Administration reported that crude supplies climbed by 2.1 million barrels for the week ended June 1. Gasoline stockpiles jumped by 4.6 million barrels for the week, while distillate stockpiles rose 2.2 million barrels, according to the EIA. MCX Crude Oil June expiry closed at Rs. 4342 per barrel, down 1.14%.
- U.S. trade deficit narrowed to \$46.2 billion in April from a revised \$47.2 billion in March. Exports rose by 0.3% to a record \$211.2 billion in April from \$210.7 billion in March. Imports edged down by 0.2% to \$257.4 billion in April from \$257.9 billion in March.
- U.S. labor productivity rose by 0.4% in the first quarter compared to the previously estimated 0.7% growth.
- Eurozone retail PMI rose to 51.7 in May, hitting a 3-month high, indicating higher monthly sales.
- Germany's construction PMI rose to 53.9 in May from 50.9 in April.
- Spain's industrial production grew by calendar-adjusted 1.9% year-on-year in April, slower than the revised 4.6% increase seen in March.
- Australia's seasonally adjusted trade surplus dropped to A\$977 million in April from A\$1.73 billion in March. Exports declined 2.0% month-over-month in April, while imports showed no variations.
- India's central bank raised its key interest rates, for the first time since 2014, the six-member Monetary Policy Committee of the Reserve Bank of India, unanimously decided to lift the repo rate by a quarter point to 6.25% from 6.00%. The reverse repo rate was adjusted to 6.00% from 5.75%.

INDEX	06-JUNE-18	05-JUNE-18	PTS. CH.	% CHANGE
<b>Dow</b>	25145.22	24799.98	<b>345.24</b>	<b>1.39</b>
<b>Nifty</b>	10684.65	10593.15	<b>91.50</b>	<b>0.86</b>
<b>Sensex</b>	35178.88	34903.21	<b>275.67</b>	<b>0.79</b>
<b>USD/INR</b>	66.92	67.15	<b>-0.22</b>	<b>-0.34</b>
<b>Dollar Index</b>	93.61	93.87	<b>-0.26</b>	<b>-0.28</b>
<b>Euro/\$1US</b>	1.1782	1.1718	<b>0.0064</b>	<b>0.55</b>
<b>\$1US/¥en</b>	110.13	109.80	<b>0.33</b>	<b>0.30</b>
<b>Pound/\$1US</b>	1.3420	1.3397	<b>0.0023</b>	<b>0.17</b>

## MARKET UPDATE

- U.S. stocks closed firmly higher, with two major indexes ending at records as equities extended a recent winning streak to a fourth straight session. The S&P 500 added 23.55 points, or 0.9%, at 2,772.35, also ending at its highest since March 12. The Nasdaq Composite Index rose 51.38 points, or 0.7%, to 7,689.24.
- Indian market settled higher after the central bank maintained its neutral stance while raising repo rate by 0.25%.

## CURRENCY UPDATE

- The U.S. dollar weakened against its main rivals-notably the euro-as European Central Bank officials amplified rhetoric suggesting that the central bank is read to discuss a timetable for ending its massive bond-buying program. The ICE U.S. Dollar Index fell 0.3% to 93.665. The broader WSJ Dollar Index lost 0.2% to 86.94. The euro climbed to \$1.1770 from \$1.1720. The British pound also traded around a two-week peak, rising to \$1.3410 from \$1.3395. Against Japan's yen, the dollar rose to ¥110.22 from ¥109.79.
- The rupee staged a spirited rebound after a two-day fall and ended at a fresh one-month high of 66.92, surging by 22 paise against the US dollar, even as the RBI hiked repo rate by 25 basis points. The rupee opened higher at 67.08 against overnight close of 67.15. It later strengthened to hit a fresh intra-day high of 66.90 on the back of easing dollar pressure before ending at 66.92, revealing a strong gain of 22 paise, or 0.34%. The home unit had briefly touched a low of 67.17 during the day. The RBI fixed the reference rate for the dollar at 67.0397.

BULLION	CLOSING		% CH
	06-JUNE-18	05-JUNE-18	
<b>Gold Aug MCX</b>	30861	31046	<b>-0.60</b>
<b>Gold Aug Comex</b>	1301	1302	<b>-0.06</b>
<b>Silver Jul MCX</b>	39927	39804	<b>0.31</b>
<b>Silver Jul Comex</b>	16.694	16.543	<b>0.91</b>
<b>ENERGY</b>			
<b>Crude Oil Jun MCX</b>	4342	4392	<b>-1.14</b>
<b>Crude Jul Nymex</b>	64.73	65.52	<b>-1.21</b>
<b>Natural Gas Jun MCX</b>	193.90	194.20	<b>-0.15</b>
<b>Nat. Gas Jul Henry Hub</b>	2.896	2.890	<b>0.21</b>

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	06-JUNE-18	05-JUNE-18	
<b>SPDR Gold ETF</b>	832.59	836.13	<b>-0.42</b>
<b>iShares Silver Trust</b>	10032.78	10032.78	<b>0.00</b>

NAME OF THE ETF	CLOSING		RATIO
	06-JUNE-18		
<b>Gold v/s Silver</b>	1301	16.694	<b>77.96</b>
<b>Gold v/s Crude Oil</b>	1301	64.73	<b>20.11</b>

(IN TONS)	LME INVENTORIES DATA			% Change
	06-JUNE-18	05-JUNE-18	Change	
<b>Aluminum</b>	1186350	1192100	<b>-5750</b>	<b>-0.48</b>
<b>Copper</b>	306750	309300	<b>-2550</b>	<b>-0.82</b>
<b>Nickel</b>	280116	281214	<b>-1098</b>	<b>-0.39</b>
<b>Lead</b>	133225	133975	<b>-750</b>	<b>-0.56</b>
<b>Zinc</b>	251275	244675	<b>6600</b>	<b>2.70</b>

BASE METALS	CLOSING		% CH
	06-JUNE-18	05-JUNE-18	
<b>Aluminium Jun</b>	157.30	156.60	<b>0.45</b>
<b>Copper Jun</b>	481.25	474.80	<b>1.36</b>
<b>Nickel Jun</b>	1043.40	1057.30	<b>-1.31</b>
<b>Lead Jun</b>	169.35	168.50	<b>0.50</b>
<b>Zinc Jun</b>	214.00	215.60	<b>-0.74</b>

## ECONOMIC CALENDER

THURSDAY JUNE 07, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
4:31 AM	U.K.	<b>RICS House Price Balance (May)</b>		-1%	-8%
7:00 AM	Australia	<b>Exports (MoM) (Apr)</b>	<b>-2%</b>		1%
7:00 AM	Australia	<b>Imports (MoM) (Apr)</b>	<b>0%</b>		1%
7:00 AM	Australia	<b>Trade Balance (Apr)</b>	<b>0.977B</b>	0.980B	1.731B
11:30 AM	Germany	<b>German Factory Orders (MoM) (Apr)</b>		0.7%	-0.9%
12:15 PM	France	<b>French Current Account (Apr)</b>			-1.30B
12:15 PM	France	<b>French Exports (Apr)</b>			39.9B
12:15 PM	France	<b>French Imports (Apr)</b>			45.2B
12:15 PM	France	<b>French Trade Balance (Apr)</b>		-5.1B	-5.3B
1:00 PM	U.K.	<b>Halifax House Price Index (YoY) (May)</b>		1.9%	2.2%
1:00 PM	U.K.	<b>Halifax House Price Index (MoM) (May)</b>		1.1%	-3.1%
1:30 PM	China	<b>FX Reserves (USD)</b>		3.120T	3.125T
2:30 PM	Eurozone	<b>GDP (YoY) (Q1)</b>		2.5%	2.5%
2:30 PM	Eurozone	<b>GDP (QoQ) (Q1)</b>		0.4%	0.4%
6:00 PM	U.S.	<b>Continuing Jobless Claims</b>		1,738K	1,726K
6:00 PM	U.S.	<b>Initial Jobless Claims</b>		223K	221K
8:00 PM	U.S.	<b>Natural Gas Storage</b>		90B	96B

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