

COMMODITY

Report

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EVERYTHING YOU
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ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- Oil futures finished sharply lower, with the U.S. benchmark registering its sharpest daily slump in about 13 months as fears of flagging demand and renewed production from Libya overshadowed a report showing the biggest weekly drop in domestic crude supplies in nearly two years. August West Texas Intermediate crude, the U.S. benchmark, fell \$3.73, or 5%, to \$70.38 a barrel on the New York Mercantile Exchange-its lowest finish since June 25. The Energy Information Administration reported that domestic crude supplies plunged by 12.6 million barrels for the week ended July 6. Gasoline stockpiles fell by 700,000 barrels for the week, but distillate stockpiles jumped 4.1 million barrels higher for the week, according to the EIA. MCX Crude Oil July expiry closed at Rs. 4900 per barrel, down 3.37%.
- U.S. producer price index for final demand rose by 0.3% in June after climbing by 0.5% in May. Core producer prices also climbed by 0.3% in June, matching the increase seen in May. Compared to the same month a year ago, producer prices were up by 3.4% in June, representing the largest 12-month increase since a 3.7% jump in November of 2011. The annual rate of growth in core producer prices also accelerated to 2.8% in June from 2.4% in May.
- U.S. wholesale inventories climbed by 0.6% in May after inching up by 0.1% in April.
- Australia's inflationary expectations rate fell by 0.3 percentage points to 3.9% in July from 4.2% in June.
- Malaysia's central bank left its key interest rate unchanged; the Monetary Policy Committee of Bank Negara Malaysia decided to maintain the Overnight Policy Rate at 3.25%.
- Malaysia's industrial production advanced 3.0% year-over-year in May, slower than the 4.6% rise in April. On a monthly basis, industrial production edged up 0.2% from April, when it climbed by 1.5%.
- Turkey's current account gap widened to \$5.9 billion in May from \$5.4 billion in the corresponding month last year.

INDEX	11-JULY-18	10-JULY-18	PTS. CH.	% CHANGE
Dow	24701.60	24919.66	-218.06	-0.88
Nifty	10948.30	10947.25	1.05	0.01
Sensex	36265.93	36239.62	26.31	0.07
USD/INR	68.77	68.83	-0.06	-0.08
Dollar Index	94.48	93.85	0.63	0.67
Euro/\$1US	1.1675	1.1728	-0.0053	-0.45
\$1US/¥en	111.98	110.85	1.13	1.02
Pound/\$1US	1.3207	1.3258	-0.0051	-0.38

MARKET UPDATE

- U.S. stocks snapped a four-session winning streak after the Trump administration announced new tariffs on Chinese goods, further escalating tensions between the two largest economies in the world, which some investors fear could morph into a full-on trade war. The S&P 500 fell 19.82 points, or 0.7%, to 2,774.02. The Nasdaq Composite Index shed 42.59 points, or 0.6% to 7,716.61.
- Indian market settled almost flat after a volatile session. Global cues were weak as trade tensions escalated after US planned additional tariffs on Chinese goods.

CURRENCY UPDATE

The U.S. dollar strengthened broadly against most of its major rivals-notably against the Japanese yen- following fresh consternation over President Donald Trump's clashes with major trading partners and allies across the globe. The buck, as measured by the ICE Dollar Index climbed by 0.6% to 94.728. The WSJ Dollar Index rose 0.80% today to 88.44. The U.S. currency bought ¥112.01 Japanese yen, up firmly from around ¥111.00.

The rupee ended higher by 6 paise at 68.77 against the US currency today on the back of some stray dollar selling by exporters and banks. The Indian unit moved in a tight range between 68.75 and 68.89 for the most part of the day. It had depreciated by 10 paise yesterday. The rupee opened virtually unchanged at 68.82 against the US dollar at the Interbank Foreign Exchange (forex) market. Having posted a session high level of 68.75, the local unit finally settled at 68.77, showing a gain of 6 paise, or 0.08%.

BULLION	CLOSING		% CH
	11-JULY-18	10-JULY-18	
Gold Aug MCX	30310	30528	-0.71
Gold Aug Comex	1244	1255	-0.88
Silver Sep MCX	39290	39793	-1.26
Silver Sep Comex	15.817	16.087	-1.68
ENERGY			
Crude Oil Jul MCX	4900	5071	-3.37
Crude Aug Nymex	70.38	74.11	-5.03
Natural Gas Jul MCX	195.10	192.20	1.51
Nat. Gas Aug Henry Hub	2.829	2.788	1.47

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	11-JULY-18	10-JULY-18	
SPDR Gold ETF	799.02	799.02	0.00
iShares Silver Trust	10130.93	10113.38	0.17

NAME OF THE ETF	CLOSING		RATIO
	11-JULY-18		
Gold v/s Silver	1244	15.817	78.67
Gold v/s Crude Oil	1244	70.38	17.68

(IN TONS)	LME INVENTORIES DATA			% Change
	11-JULY-18	10-JULY-18	Change	
Aluminum	1120525	1116550	3975	0.36
Copper	265475	270625	-5150	-1.90
Nickel	263220	263994	-774	-0.29
Lead	127900	129775	-1875	-1.44
Zinc	249200	250000	-800	-0.32

BASE METALS	CLOSING		% CH
	11-JULY-18	10-JULY-18	
Aluminium Jul	141.95	143.25	-0.91
Copper Aug	420.15	433.10	-2.99
Nickel Jul	958.60	971.00	-1.28
Lead Jul	151.30	159.00	-4.84
Zinc Jul	177.10	181.35	-2.34

ECONOMIC CALENDER

THURSDAY JULY 12, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
4:31 AM	U.K.	RICS House Price Balance (Jun)	2%	-2%	-3%
Tentative	China	FDI			1.3%
11:30 AM	Germany	German CPI (YoY) (Jun)		2.1%	2.1%
11:30 AM	Germany	German CPI (MoM) (Jun)		0.1%	0.1%
12:15 PM	France	French CPI (MoM) (Jun)		0.1%	0.1%
1:30 PM	U.S.	IEA Monthly Report			
1:30 PM	China	Outstanding Loan Growth (YoY)		12.5%	12.6%
Tentative	China	M2 Money Stock (YoY)		8.4%	8.3%
Tentative	China	New Loans		1,520.0B	1,150.0B
2:30 PM	Eurozone	Industrial Production (YoY) (May)		2.1%	1.7%
2:30 PM	Eurozone	Industrial Production (MoM) (May)		1.2%	-0.9%
Tentative	Eurozone	Eurogroup Meetings			
5:00 PM	India	Cumulative Industrial Production (May)			4.30%
5:00 PM	India	Industrial Production (YoY) (May)		5.2%	4.9%
5:00 PM	India	Manufacturing Output (MoM) (May)			5.2%
5:30 PM	India	CPI (YoY) (Jun)		5.29%	4.87%
6:00 PM	U.S.	Continuing Jobless Claims		1,720K	1,739K
6:00 PM	U.S.	Core CPI (MoM) (Jun)		0.2%	0.2%
6:00 PM	U.S.	Core CPI (YoY) (Jun)		2.3%	2.2%
6:00 PM	U.S.	CPI (MoM) (Jun)		0.2%	0.2%
6:00 PM	U.S.	CPI (YoY) (Jun)		2.9%	2.8%
6:00 PM	U.S.	Initial Jobless Claims		226K	231K
8:00 PM	U.S.	Natural Gas Storage		55B	78B
11:30 PM	U.S.	Federal Budget Balance (Jun)		-92.3B	-147.0B

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