

COMMODITY

Report

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EVERYTHING YOU
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ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- Natural-gas prices settled lower after the U.S. Energy Information Administration reported that domestic supplies of natural gas rose by 51 billion cubic feet for the week ended July 6. Total stocks now stand at 2.203 trillion cubic feet, down 725 billion cubic feet from a year ago, and 519 billion below the five-year average, the government said. August natural gas fell 3.2 cents, or 1.13%, to \$2.797 per million British thermal units. MCX Natural Gas July expiry closed at Rs. 192.20 per British thermal unit, down 1.49%.
- China's exports climbed 11.3% year-over-year in June, faster than the expected rise of 9.5%. Imports advanced 14.1% in June from a year ago. The trade surplus totaled \$41.61 billion in June.
- China attracted \$15.66 billion in foreign direct investment in June, up 5.8% from a year earlier. Over the first six months of the year, China's FDI rose 4.1% from a year ago to \$68.32 billion, the ministry said.
- U.S. consumer price index inched up by 0.1% in June after rising by 0.2% in May. Core consumer prices increased by 0.2% for the second consecutive month. The annual rate of CPI growth still accelerated to a more than six-year high of 2.9% in June from 2.8% in May. Core consumer price growth also edged up to 2.3% in June from 2.2% in May, reaching the highest level since January of 2017.
- U.S. initial jobless claims dropped to 214,000 in the week ended July 7th, a decrease of 18,000 from the previous week's revised level of 232,000. Continuing claims also slipped by 3,000 to 1.739 million in the week ended June 30th.
- U.S. government had a \$75 billion budget deficit in June, that compared to a budget deficit of \$90 billion in the same month last year.
- Eurozone industrial production climbed a seasonally adjusted 1.3% month-over-month in May, reversing a 0.8% fall in April, revised from a 0.9% decline reported earlier. On a yearly basis, industrial production growth accelerated to 2.4% in May from 1.7% in the prior month.
- Germany's consumer price inflation climbed 2.1% year-over-year in June, just below the 2.2% rise in May. On a monthly basis, consumer prices edged up 0.1% in June.
- France's consumer price inflation held steady in June. Consumer prices climbed 2.0% year-over-year in June, the same rate of increase as in May. On a monthly basis, both CPI remained flat in June, down from 0.1% rise seen in the flash report.
- Japan's industrial production dropped a seasonally-adjusted 0.2% month-over-month in May, reversing 0.5% rise in the previous month. On a yearly basis, industrial production growth accelerated to 4.2% in May from 2.6% in April.
- Singapore's gross domestic product advanced 3.8% year-over-year in the second quarter, slower than the 4.3% rise seen in the first quarter.
- Singapore's retail sales edged up 0.1% year-over-year in May, following a 0.6% rise in April. On a monthly basis, retail sales increased 0.1% from April, when it dropped by 0.2%.
- India's consumer price inflation rose to 5% in June from 4.87% in May. On a monthly basis, consumer prices gained only 0.58% in June.
- India's industrial production climbed 3.2% annually in May, and about 4.8% rise logged in April. Among sub-sectors, mining logged the biggest annual growth of 5.7%. Electricity output gained 4.2% and manufacturing grew 2.8%. During April to May, industrial production increased 4% from the corresponding period of last year.

INDEX	12-JULY-18	11-JULY-18	PTS. CH.	% CHANGE
Dow	24924.89	24700.45	224.44	0.91
Nifty	11023.20	10948.30	74.90	0.68
Sensex	36548.41	36265.93	282.48	0.78
USD/INR	68.57	68.77	-0.20	-0.29
Dollar Index	94.57	94.48	0.09	0.10
Euro/\$1US	1.1664	1.1675	-0.0011	-0.09
\$1US/¥en	112.66	111.98	0.68	0.61
Pound/\$1US	1.3178	1.3207	-0.0029	-0.22

MARKET UPDATE

- U.S. stocks closed solidly higher, with the Nasdaq ending at a record on the back of a rally in internet and technology giants, which helped to overshadow ongoing uncertainty over trade relations between the U.S. and China. The S&P 500 index gained 24.27 points, or 0.9%, to 2,798.29. The tech-heavy Nasdaq Composite Index advanced 107.3 points to 7,823.92, a gain of 1.4%.
- Indian market logged strong gains in a steady session of trade. An overnight slump in crude oil prices and positive global stocks boosted sentiment on the domestic bourses.

CURRENCY UPDATE

- The U.S. dollar advanced to a fresh six-month high against the Japanese yen, following the latest development in a contentious trade dispute between the U.S. and China. Versus the yen, the greenback fetched ¥112.48, up from ¥112.01. Meanwhile, the ICE U.S. Dollar Index was up 0.1% at 94.794. The WSJ Dollar Index was little changed at 88.45.
- The rupee surged by 20 paise to end at a one-week high of 68.57 against the US dollar buoyed by a steep fall in crude prices and a strong rally in equity markets. It touched a high of 68.50 in early trade. The rupee opened higher at 68.67 against last close of 68.77 at the Interbank Foreign Exchange (forex) market on sustained selling of the greenback by banks and exporters. It later marched ahead to hit a session high of 68.50 in mid-afternoon deals before ending at 68.57, revealing a healthy gain of 20 paise, or 0.29%.

BULLION	CLOSING		% CH
	12-JULY-18	11-JULY-18	
Gold Aug MCX	30147	30310	-0.54
Gold Aug Comex	1247	1244	0.18
Silver Sep MCX	39335	39290	0.11
Silver Sep Comex	15.977	15.817	1.01
ENERGY			
Crude Oil Jul MCX	4780	4900	-2.45
Crude Aug Nymex	70.33	70.38	-0.07
Natural Gas Jul MCX	192.20	195.10	-1.49
Nat. Gas Aug Henry Hub	2.797	2.829	-1.13

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	12-JULY-18	11-JULY-18	
SPDR Gold ETF	795.19	799.02	-0.48
iShares Silver Trust	10163.12	10130.93	0.32

NAME OF THE ETF	CLOSING		RATIO
	12-JULY-18		
Gold v/s Silver	1247	15.977	78.02
Gold v/s Crude Oil	1247	70.33	17.73

(IN TONS)	LME INVENTORIES DATA			% Change
	12-JULY-18	11-JULY-18	Change	
Aluminum	1134600	1120525	14075	1.26
Copper	262750	265475	-2725	-1.03
Nickel	263730	263220	510	0.19
Lead	127300	127900	-600	-0.47
Zinc	245650	249200	-3550	-1.42

BASE METALS	CLOSING		% CH
	12-JULY-18	11-JULY-18	
Aluminium Jul	139.40	141.95	-1.80
Copper Aug	421.85	420.15	0.40
Nickel Jul	970.40	958.60	1.23
Lead Jul	150.30	151.30	-0.66
Zinc Jul	176.85	177.10	-0.14

ECONOMIC CALENDER

FRIDAY JULY 13, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
8:30 AM	China	Exports (YoY) (Jun)	11.3%	10.0%	12.6%
8:30 AM	China	Imports (YoY) (Jun)	14.1%	20.6%	26.0%
8:30 AM	China	Trade Balance (USD) (Jun)	41.62B	27.61B	24.92B
10:00 AM	Japan	Industrial Production (MoM) (May)	-0.2%	-0.2%	-0.2%
11:30 AM	Germany	German WPI (YoY) (Jun)			2.9%
11:30 AM	Germany	German WPI (MoM) (Jun)		0.4%	0.8%
Tentative	China	M2 Money Stock (YoY)		8.4%	8.3%
Tentative	China	New Loans		1,570.0B	1,150.0B
Tentative	China	Outstanding Loan Growth (YoY)		12.5%	12.6%
5:00 PM	India	FX Reserves, USD			406.06B
5:35 PM	India	Trade Balance			-14.62B
6:00 PM	U.S.	Export Price Index (YoY)		5.7%	4.9%
6:00 PM	U.S.	Export Price Index (MoM) (Jun)		0.2%	0.6%
6:00 PM	U.S.	Import Price Index (YoY)		4.3%	4.3%
6:00 PM	U.S.	Import Price Index (MoM) (Jun)		0.1%	0.6%
7:30 PM	U.S.	Michigan Consumer Sentiment (Jul)		98.1	98.2

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