

COMMODITY

Report

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EVERYTHING YOU
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ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- Oil futures settled higher, as a hefty decline in domestic crude supplies and uncertainty tied to the energy impact from Hurricane Florence combined to lift U.S. prices past \$70 a barrel. October futures on West Texas Intermediate crude, the U.S. benchmark, rose \$1.12, or 1.62%, to settle at \$70.37 a barrel. The Energy Information Administration revealed that domestic crude supplies fell by 5.3 million barrels for the week ended Sept. 7. Gasoline stockpiles rose 1.3 million barrels for the week, while distillate stockpiles climbed by 6.2 million barrels, according to the EIA. MCX Crude Oil September expiry closed at Rs. 5085 per barrel, up 0.81%.
- China's bank lent CNY 1.28 trillion loans in August, from July's CNY 1.45 trillion. However, aggregate financing increased to CNY 1.52 trillion from CNY 1.04 trillion last month.
- U.S. producer price index for final demand edged down by 0.1% in August after coming in unchanged in July. Core producer prices still edged down by 0.1% in August following a 0.1% uptick in July. Producer prices in August were up by 2.8% compared to the same month a year ago, reflecting a slowdown from the 3.3% increase in July. Core prices were up by 2.3% year-over-year in August compared to the 2.7% jump in the previous month.
- U.K. RICS house price balance slid to 2% in August from 4% in July.
- Eurozone industrial production slid 0.8% month-on-month in July, the same pace of decline as seen in June. On a yearly basis, industrial production decreased 0.1%, in contrast to a 2.3% rise in June.
- Australia's jobless rate came in at a seasonally adjusted 5.3% in August, unchanged from the previous month. The economy added 44,000 jobs in August, beating forecasts for an increase of 18,000 following the loss of 3,900 jobs in July.
- Japan producer prices were flat on month in August, following the downwardly revised 0.4% gain in July (originally 0.5%). On a yearly basis, producer prices were up 3.0% - unchanged from the previous month following a downward revision from 3.1%.
- Japan's core machine orders surged a seasonally adjusted 11.0% on month in July - coming in at 918.6 billion yen, following the 8.8% slide in June. On a yearly basis, core machine orders jumped 13.9% - after adding 0.3% in the previous month.
- India's consumer price inflation eased to 3.69% in August from 4.17% in July. On a monthly basis, consumer prices gained 0.43% and food prices by 0.29% in August.
- India's industrial production grew 6.6% in July from a year ago. Electricity output logged an annual growth of 6.7% and manufacturing output climbed 7%. Meanwhile, mining output expanded only 3.7%. During April to July, industrial production increased 5.4% from the same period of last year.
- India's exports grew by 19.21% to USD 27.84 billion in August. Merchandise imports too rose by 25.41% in August to USD 45.24 billion due to the rising crude oil prices, leaving a trade deficit of USD 17.4 billion. In July, trade deficit soared to a near five-year high of USD 18.02 billion. During April-August this fiscal, the exports recorded a growth of 16.13%, while the imports during the first five months of this fiscal grew by 17.34%.

INDEX	12-SEP-18	11-SEP-18	PTS. CH.	% CHANGE
Dow	25998.92	25971.06	27.86	0.11
Nifty	11369.90	11287.50	82.40	0.73
Sensex	37717.96	37413.13	304.83	0.81
USD/INR	72.17	72.70	-0.53	-0.73
Dollar Index	94.82	95.22	-0.40	-0.42
Euro/\$1US	1.1625	1.1607	0.0018	0.16
\$1US/¥en	111.22	111.64	-0.42	-0.38
Pound/\$1US	1.3045	1.3035	0.0010	0.08

MARKET UPDATE

- U.S. stocks closed mostly higher, with the S&P 500 and the Dow bouncing back from lows. However, the Nasdaq's effort to build on its recent gains hit a wall as shares of chip makers sunk and the unveiling of Apple Inc.'s new product lineup didn't result in share pop for the world's most-valued company. The S&P 500 index edged up 1.03 points to 2,888.92, less than 0.1%. Meanwhile, the Nasdaq Composite Index shed 18.24 points, or 0.2%, to 7,954.23.
- Indian market edged higher after two consecutive sessions of sharp falls. The sentiment, however, was fragile as the rupee touched a fresh low, stoking fears of an interest rate hike by the central bank at its next meeting in October.

CURRENCY UPDATE

- The U.S. dollar weakened, while its Canadian rival was boosted by euphoria over potential progress regarding the North American Free Trade Agreement. Meanwhile, the ICE U.S. Dollar Index was down 0.5% at 94.789. The euro one of the dollar's main rivals, rose to \$1.1636 from \$1.1607. The British pound was up at \$1.3054, from \$1.3032.
- The rupee rebounded from the historic low of 72.91 to end higher by 53 paise at 72.17 against the dollar after the finance ministry assured of steps to avert its fall to "unreasonable levels". The rupee hit a day's high of 71.86, showing a sharp jump of 105 paise from the historic low, in the afternoon trade on positive sentiment. The currency pared some gains in the last hour of trade to settle at 72.17 to the US dollar, revealing a smart rise of 53 paise or 0.73% -- the biggest one-day gain for the domestic unit since May 25. The Financial Benchmarks India private limited fixed the reference rate for the dollar at 72.7549.

BULLION	CLOSING		% CH
	12-SEP-18	11-SEP-18	
Gold Oct MCX	30651	30717	-0.21
Gold Dec Comex	1211	1202	0.72
Silver Dec MCX	37283	37401	-0.32
Silver Dec Comex	14.293	14.153	0.99
ENERGY			
Crude Oil Sep MCX	5085	5044	0.81
Crude Oct Nymex	70.37	69.25	1.62
Natural Gas Sep MEX	203.90	205	-0.68
Nat. Gas Oct Henry Hub	2.829	2.828	0.04

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	12-SEP-18	11-SEP-18	
SPDR Gold ETF	745.18	745.18	0.00
iShares Silver Trust	10377.90	10377.90	0.00

NAME OF THE ETF	CLOSING		RATIO
	12-SEP-18		
GGold v/s Silver	1211	14.293	84.72
Gold v/s Crude Oil	1211	70.37	17.21

(IN TONS)	LME INVENTORIES DATA			% Change
	12-SEP-18	11-SEP-18	Change	
Aluminum	1052975	1054525	-1550	-0.15
Copper	233025	234300	-1275	-0.54
Nickel	235836	236340	-504	-0.21
Lead	120300	120300	0	0.00
Zinc	227300	229675	-2375	-1.03

BASE METALS	CLOSING		% CH
	12-SEP-18	11-SEP-18	
Aluminium Sep	146.10	147.45	-0.92
Copper Nov	429.75	425.55	0.99
Nickel Sep	905.60	887.40	2.05
Lead Sep	146.15	142.80	2.35
Zinc Sep	172.40	169.00	2.01

ECONOMIC CALENDER

THURSDAY SEPTEMBER 13 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
4:31 AM	U.K.	RICS House Price Balance (Aug)	2%	2%	4%
5:20 AM	Japan	Core Machinery Orders (MoM) (Jul)	11.0%	5.6%	-8.8%
5:20 AM	Japan	Core Machinery Orders (YoY) (Jul)	13.9%	4.7%	0.3%
5:20 AM	Japan	PPI (YoY) (Aug)	3.0%	3.1%	3.1%
5:20 AM	Japan	PPI (MoM) (Aug)	0.0%	0.1%	0.5%
7:00 AM	Australia	Employment Change (Aug)	44.0K	16.5K	-4.3K
7:00 AM	Australia	Unemployment Rate (Aug)	5.3%	5.3%	5.3%
11:30 AM	Germany	German CPI (YoY) (Aug)		2.0%	2.0%
11:30 AM	Germany	German CPI (MoM) (Aug)		0.1%	0.1%
12:15 PM	France	French CPI (YoY)		2.3%	2.3%
12:15 PM	France	French CPI (MoM) (Aug)		0.5%	0.5%
1:30 PM	U.S.	IEA Monthly Report			
4:30 PM	U.K.	BoE QE Total (Sep)		435B	435B
4:30 PM	U.K.	BoE Interest Rate Decision (Sep)		0.75%	0.75%
5:15 PM	Eurozone	Deposit Facility Rate		-0.40%	-0.40%
5:15 PM	Eurozone	ECB Marginal Lending Facility		0.25%	0.25%
5:15 PM	Eurozone	ECB Interest Rate Decision (Sep)		0.00%	0.00%
6:00 PM	U.S.	Continuing Jobless Claims		1,710K	1,707K
6:00 PM	U.S.	Core CPI (YoY) (Aug)		2.4%	2.4%
6:00 PM	U.S.	Core CPI (MoM) (Aug)		0.2%	0.2%
6:00 PM	U.S.	CPI (YoY) (Aug)		2.8%	2.9%
6:00 PM	U.S.	CPI (MoM) (Aug)		0.3%	0.2%
6:00 PM	U.S.	Initial Jobless Claims		210K	203K
8:00 PM	U.S.	Natural Gas Storage		62B	63B
11:30 PM	U.S.	Federal Budget Balance (Aug)		-169.8B	-77.0B

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