

# COMMODITY

## Report

14 May 2018



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EVERYTHING YOU  
NEED TO KNOW  
ABOUT THE COMMODITY



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## ECONOMIC / GLOBAL NEWS

- Crude oil prices settled lower but posted a weekly gain as sentiment remained positive despite signs of an increase in U.S. production as rig counts jumped for the sixth week in a row. On the New York Mercantile Exchange, June West Texas Intermediate crude oil fell 66 cents, or 0.92%, to settle at \$70.70 a barrel, after closing at \$71.36 Thursday - the highest since November 2014. MCX Crude Oil May expiry closed at Rs. 4793 per barrel, up 0.76%.
- China's bank extended CNY 1.18 trillion loans in April compared to CNY 1.12 trillion in March. The broad money supply M2 grew at a slower than expected pace of 8.3%. M2 was forecast to climb 8.5%.
- U.S. preliminary reading on the consumer sentiment index for May came in at 98.8, unchanged from the final April reading.
- U.S. import prices rose by 0.3% in April after edging down by a revised 0.2% in March. Export prices increased by 0.6% in April after rising by 0.3% in March.
- Japan producer prices were up 0.1% on month in April, the Bank of Japan said on Monday - following the 0.1% decline in March. On a yearly basis, producer prices climbed 2.0% - following the 2.1% gain in the previous month.
- Hong Kong's gross domestic product grew 4.7% year-on-year, faster than the 3.4% expansion seen in the fourth quarter. Quarter-on-quarter, real GDP surged 2.2% versus 0.8% in the preceding quarter.
- India's industrial production grew 4.4% year-on-year in March, slower than the revised 7% expansion posted a month ago. Manufacturing advanced 4.4%. During April to March, industrial production expanded 4.3% from the same period of last year.

INDEX	11-MAY-18	10-MAY-18	PTS. CH.	% CHANGE
<b>Dow</b>	24831.17	24739.53	<b>91.64</b>	<b>0.37</b>
<b>Nifty</b>	10806.50	10716.55	<b>89.95</b>	<b>0.84</b>
<b>Sensex</b>	35535.79	35246.27	<b>289.52</b>	<b>0.82</b>
<b>USD/INR</b>	67.33	67.31	<b>0.02</b>	<b>0.03</b>
<b>Dollar Index</b>	92.41	92.52	<b>-0.11</b>	<b>-0.12</b>
<b>Euro/\$1US</b>	1.1944	1.1915	<b>0.0029</b>	<b>0.24</b>
<b>\$1US/¥en</b>	109.39	109.39	<b>0.00</b>	<b>0.00</b>
<b>Pound/\$1US</b>	1.3543	1.3517	<b>0.0026</b>	<b>0.19</b>

## MARKET UPDATE

- U.S. stocks ended mostly higher, with the Dow posting its longest win streak since late last year. Few economic reports on inflation or the economy were able to deter Wall Street from tentatively buying assets perceived as risky. Although comments by President Donald Trump proposing sweep changes to health-care policy briefly pushed the main benchmarks to intraday losses before rebounding. The S&P 500 rose 4.65 points, or 0.2%, to 2,727.72. The Nasdaq Composite Index down 2.09 points, or off less than 0.1%, at 7,402.88.
- Indian market logged strong gains on last trading day of the week. Global risk appetite got a boost from soft US inflation, helping alleviate worries of faster rate hikes by the Federal Reserve.

## CURRENCY UPDATE

- A popular gauge of the U.S. dollar's strength edged lower, marking a third straight loss after a brisk run-up and its first weekly decline after three consecutive weekly gains. The ICE U.S. Dollar Index was down 0.2% at 92.509. Meanwhile, the broader WSJ Dollar Index slipped less than 0.1% to 86.19. The euro changed hands at \$1.1955, up from \$1.1917. The British pound also strengthened, buying \$1.3547, slipping from \$1.3519. The greenback also weakened slightly against the Japanese yen buying ¥109.29 versus ¥109.40.
- The rupee surrendered its early strong gains and ended almost flat at 67.33 against the US currency in a highly volatile trade amid weak dollar cues. Earlier, the rupee opened on a strong note at 67.15 against Thursday's close of 67.31. Riding on the improving mood in markets, the local unit strengthened to a high 67.11 before retreating sharply in late afternoon deals. After touching a fresh intra-day low of 67.38 towards the tail-end trade, the rupee finally settled at 67.33, showing a mere loss of 2 paise. The RBI fixed the reference rate for the dollar at 67.2203.

BULLION	CLOSING		% CH
	11-MAY-18	10-MAY-18	
<b>Gold Jun MCX</b>	31518	31365	<b>0.49</b>
<b>Gold Jun Comex</b>	1321	1322	<b>-0.12</b>
<b>Silver Jul MCX</b>	40541	40390	<b>0.37</b>
<b>Silver Jul Comex</b>	16.752	16.759	<b>-0.04</b>
<b>ENERGY</b>			
<b>Crude Oil May MCX</b>	4793	4757	<b>0.76</b>
<b>Crude Jun Nymex</b>	70.70	71.36	<b>-0.92</b>
<b>Natural Gas May MCX</b>	189.80	189.10	<b>0.37</b>
<b>Nat. Gas Jun Henry Hub</b>	2.806	2.814	<b>-0.28</b>

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	11-MAY-18	10-MAY-18	
<b>SPDR Gold ETF</b>	857.64	862.95	<b>-0.62</b>
<b>iShares Silver Trust</b>	10054.63	10054.63	<b>0.00</b>

NAME OF THE ETF	CLOSING		RATIO
	11-MAY-18		
<b>Gold v/s Silver</b>	1321	16.752	<b>78.84</b>
<b>Gold v/s Crude Oil</b>	1321	70.70	<b>18.68</b>

(IN TONS)	LME INVENTORIES DATA			% Change
	11-MAY-18	10-MAY-18	Change	
<b>Aluminum</b>	1264250	1265175	<b>-925</b>	<b>-0.07</b>
<b>Copper</b>	281075	285075	<b>-4000</b>	<b>-1.40</b>
<b>Nickel</b>	311604	312642	<b>-1038</b>	<b>-0.33</b>
<b>Lead</b>	132025	131800	<b>225</b>	<b>0.17</b>
<b>Zinc</b>	234150	234700	<b>-550</b>	<b>-0.23</b>

BASE METALS	CLOSING		% CH
	11-MAY-18	10-MAY-18	
<b>Aluminium May</b>	153.55	155.65	<b>-1.35</b>
<b>Copper Jun</b>	465.00	462.90	<b>0.45</b>
<b>Nickel May</b>	947.50	929.40	<b>1.95</b>
<b>Lead May</b>	158.60	154.60	<b>2.59</b>
<b>Zinc May</b>	208.20	206.85	<b>0.65</b>

## ECONOMIC CALENDER

MONDAY MAY 14, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
5:20 AM	Japan	<b>PPI (MoM) (Apr)</b>	<b>0.1%</b>	0.1%	-0.1%
5:20 AM	Japan	<b>PPI (YoY) (Apr)</b>	<b>2.0%</b>	2.0%	2.1%
Tentative	China	<b>FDI</b>			0.5%
12:00 PM	India	<b>WPI Food (YoY) (Apr)</b>			-0.29%
12:00 PM	India	<b>WPI Fuel (YoY) (Apr)</b>			4.70%
12:00 PM	India	<b>WPI Inflation (YoY) (Apr)</b>		2.86%	2.47%
12:00 PM	India	<b>WPI Manufacturing Inflation (YoY) (Apr)</b>			3.03%
12:15 PM	U.S.	<b>FOMC Member Mester Speaks</b>			
4:50 PM	U.S.	<b>OPEC Monthly Report</b>			
5:30 PM	India	<b>CPI (YoY) (Apr)</b>		4.42%	4.28%

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