

COMMODITY

Report

19 June 2018



SHRIRAM INSIGHT SHARE BROKERS LIMITED

Enquiry : +91 33 2359 4612, +91 33 2359 4614, +91 33 2358 1953,
E-mail : research@shriraminsight.com

EVERYTHING YOU
NEED TO KNOW
ABOUT THE COMMODITY



Enquiry : +91 33 2359 4612, +91 33 2359 4614, +91 33 2358 1953, E-mail : research@shriraminsight.com

ECONOMIC / GLOBAL NEWS

- Oil prices finished higher to recoup some of their recent losses, as traders assessed escalating trade tensions between the U.S. and China. July West Texas Intermediate crude rose 84 cents, or 1.30%, to settle at \$65.69 a barrel on the New York Mercantile Exchange. MCX Crude Oil July expiry closed at Rs. 4488 per barrel, up 1.06%.
- U.S. NAHB/Wells Fargo Housing Market Index dipped to 68 in June from 70 in May.
- U.K. seasonally adjusted Household Finance Index, or HFI, dropped to 43.4 in June from May's 25-month peak of 44.9.
- Italy's trade surplus fell to EUR 2.94 billion in April from EUR 3.60 billion in the corresponding month last year. The surplus also declined from EUR 4.53 billion in March. Exports rose 6.6% year-over-year in April and imports surged by 9.6%.
- Australia's consumer confidence weakened during the week ended June 17, the consumer confidence index dropped to 122.1 from 123.0 in the preceding week.
- Australia's residential property prices fell 0.7% on quarter in the first three months of 2018, following the 1.0% increase in the previous three months. On a yearly basis, house prices climbed 2.0% - after spiking 5.0% in the three months prior.

INDEX	18-JUNE-18	15-JUNE-18	PTS. CH.	% CHANGE
Dow	24988.37	25090.48	-102.11	-0.41
Nifty	10799.85	10817.70	-17.85	-0.17
Sensex	35548.26	35622.14	-73.88	-0.21
USD/INR	67.98	68.01	-0.03	-0.04
Dollar Index	94.41	94.78	-0.37	-0.39
Euro/\$1US	1.1630	1.1609	0.0021	0.18
\$1US/Yen	110.13	110.67	-0.54	-0.49
Pound/\$1US	1.3258	1.3285	-0.0027	-0.20

MARKET UPDATE

- The Dow Jones Industrial Average registered its fifth straight decline, but stocks broadly managed to finish above session lows as gains in energy and technology shares helped to limit declines partly inspired by fears over trade tensions between the U.S. and China. The S&P 500 index closed down 0.2%, or 5.79 points, to 2,773.87. The Nasdaq Composite Index ended less than a point higher, up 0.65 points, or less than 0.1%, at 7,747.03.
- Indian market ended with small losses on negative global cues. Global stocks fell as US-China trade war intensified.

CURRENCY UPDATE

The leading U.S. dollar index struggled for direction, trading within a narrow break-even range, as traders weighed the next round of tariff-fueled tensions between the U.S. and China against a dynamic in global monetary policy that should be supportive for bucks. The ICE U.S. Dollar Index was last at 94.746. The broader WSJ Dollar Index also was virtually flat at 88.01. The euro last fetched \$1.1612 up from \$1.1569. The greenback last bought ¥110.55 down from ¥110.63.

The rupee staged a recovery towards the fag-end of the session today and ended with a marginal 3 paise gain at 67.98 against the US dollar even as geopolitical worries continued triggering caution among forex traders. After selling off drastically over the weekend, the rupee resumed substantially weak at 68.16 at the interbank foreign exchange (forex) market. Extending downward pressure, the local unit lost further ground to test a low of 68.18 briefly in mid-morning deals. But, it later reverted the initial negative momentum and managed pull back to hit a fresh intra-day high of 67.94 towards the tail-end trade before ending at 67.98, showing a small gain of 23 paise against the US dollar. The RBI fixed the reference rate for the dollar at 68.0248.

BULLION	CLOSING		% CH
	18-JUNE-18	15-JUNE-18	
Gold Aug MCX	30974	31010	-0.12
Gold Aug Comex	1280	1279	0.13
Silver Jul MCX	40020	40199	-0.45
Silver Jul Comex	16.440	16.480	-0.24
ENERGY			
Crude Oil Jul MCX	4488	4441	1.06
Crude Aug Nymex	65.69	64.85	1.30
Natural Gas Jun MCX	201.40	206.20	-2.33
Nat. Gas Jul Henry Hub	2.951	3.022	-2.35

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	18-JUNE-18	15-JUNE-18	
SPDR Gold ETF	828.76	828.76	0.00
iShares Silver Trust	9769.30	9769.30	0.00

NAME OF THE ETF	CLOSING		RATIO
	18-JUNE-18		
Gold v/s Silver	1280	16.440	77.86
Gold v/s Crude Oil	1280	65.69	19.49

(IN TONS)	LME INVENTORIES DATA			% Change
	18-JUNE-18	15-JUNE-18	Change	
Aluminum	1139575	1142600	-3025	-0.26
Copper	294275	294700	-425	-0.14
Nickel	275712	276384	-672	-0.24
Lead	131600	131875	-275	-0.21
Zinc	245375	241450	3925	1.63

BASE METALS	CLOSING		% CH
	18-JUNE-18	15-JUNE-18	
Aluminium Jun	152.45	151.95	0.33
Copper Jun	468.75	473.90	-1.09
Nickel Jun	1016.60	1030.20	-1.32
Lead Jun	165.80	163.80	1.22
Zinc Jun	210.90	212.00	-0.52

ECONOMIC CALENDER

TUESDAY JUNE 19, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
7:00 AM	Australia	RBA Meeting Minutes			
1:30 PM	Eurozone	Current Account (Apr)		30.3B	32.0B
1:30 PM	Eurozone	Current Account n.s.a. (Apr)			40.6B
6:00 PM	U.S.	Building Permits (May)		1.350M	1.364M
6:00 PM	U.S.	Building Permits (MoM) (May)		-1.4%	-1.8%
6:00 PM	U.S.	Housing Starts (MoM) (May)		1.4%	-3.7%
6:00 PM	U.S.	Housing Starts (May)		1.310M	1.287M

DISCLAIMER

This document has been prepared by Shriram Insight Share Brokers Ltd. and is meant for sole use by the recipient and not for circulation. This document is not to be reported or copied or made available to others. The information contained herein is from sources believed reliable. It should not be considered to be taken as an offer to sell or a solicitation to buy any security or as an official confirmation of any transaction. We do not represent that it is accurate or complete and it should not be relied upon as such. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The investments discussed or recommended in this report may not be suitable for all investors. Shriram Insight Share Brokers Ltd stock Recommendation Service is a general recommendation service and is not to be construed as an individual investor specific Portfolio Management and Advisory Service.

The user assumes the entire risk of any use made of this information. Each recipient of this document should arrive at an independent evaluation of an investment in the securities of companies referred to in this document and should consult its own advisors to determine the merits and risks of such an investment.

Shriram Insight Share Brokers Ltd shall not be responsible for any loss or liability incurred to the user as a consequence of his or any other person on his behalf taking any investment decisions based on the information, recommendations, research reports, analysis, quotes, etc. provided on the web site

Shriram Insight Share Brokers Ltd and its affiliated company (ies), their directors and employees may;

- (a) from time to time, having a long or short position in, and buy or sell the securities of the company (ies) recommended.
- (b) be engaged in any other transaction involving such securities and act as a market maker in the securities of the company (ies) or lender / borrower to such company (ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

Shriram Insight Share Brokers Ltd shall also not be liable for errors, omissions or typographical errors, disruption delay, interruption, failure, deletion or defect of/in the Service provided by it. All Users of the Service in countries other than India understand that by using the Service, they may be violating the local laws in such countries. If the User chooses