

# COMMODITY

## Report

20 July 2018



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EVERYTHING YOU  
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ABOUT THE COMMODITY



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## ECONOMIC / GLOBAL NEWS

- The U.S. Energy Information Administration said in its weekly report that natural gas storage in the U.S. increased by 46 billion cubic feet in the week ended July 13, compared to forecasts for a build of 58 billion. After the report, natural gas for delivery in August on the New York Mercantile Exchange jumped 1.76%, to trade at \$2.769 per million British thermal units.
- U.S. delegation of Treasury and State Department officials will meet Turkish authorities on Friday to discuss sanctions targeting Iran.
- UK retail sales revealed a mixed bag as they unexpectedly declined in June, but the quarterly growth was robust.
- Retail sales dropped 0.5 percent from the previous month. The decline came after a two months of strong growth. In May, sales rose 1.4 percent.
- Germany's producer prices climbed at the fastest pace in nine months in June. Producer prices grew 3 percent year-on-year in June, faster than the 2.7 percent increase logged in May. On a monthly basis, producer prices gained 0.3 percent.
- Consumer prices in Japan were up 0.7 percent on year in June. That was unchanged from the May reading, although it was shy of expectations for 0.8 percent. Core CPI, which excludes food prices, was up an annual 0.8 percent - in line with expectations and up from 0.7 percent in the previous month.

INDEX	19-JULY-18	18-JULY-18	PTS. CH.	% CHANGE
<b>Dow</b>	25064.50	25199.29	<b>-134.79</b>	<b>-0.53</b>
<b>Nifty</b>	10957.10	10980.45	<b>-23.35</b>	<b>-0.21</b>
<b>Sensex</b>	36351.23	36373.44	<b>-22.21</b>	<b>-0.06</b>
<b>USD/INR</b>	68.95	68.63	<b>0.32</b>	<b>0.46</b>
<b>Dollar Index</b>	95.09	95.06	<b>0.03</b>	<b>0.03</b>
<b>Euro/\$1US</b>	1.1654	1.1645	<b>0.001</b>	<b>0.08</b>
<b>\$1US/Yen</b>	112.37	112.80	<b>-0.43</b>	<b>-0.38</b>
<b>Pound/\$1US</b>	1.3022	1.3077	<b>-0.006</b>	<b>-0.42</b>

## MARKET UPDATE

- U.S. stocks closed lower on Thursday, as major indexes consolidated their gains after a five-day rally that was driven largely by optimism over the strength of corporate earnings. The Dow Jones Industrial Average DJIA, lost 134.70 points, or 0.5%, to 25,064.50, ending its longest winning streak in two months. The S&P 500 SPX fell 11.13 points to 2,804.49, a 0.4% decline with nine of its 11 main sectors closing lower. Financials led the declines, falling 1.4%. The Nasdaq Composite Index COMP, fell 29.15 points, or 0.4%, to 7,825.30.
- Stocks ended with small losses after a volatile session of trade. The barometer index, the S&P BSE Sensex, fell 22.21 points or 0.06% to settle at 36,351.23. The Nifty 50 index fell 23.35 points or 0.21% to settle at 10,957.10. Among secondary barometers, the BSE Mid-Cap index fell 0.63%. The BSE Small-Cap index fell 1%.

## CURRENCY UPDATE

- The U.S. dollar edged higher Thursday, but not before paring much firmer, broad-based gains against major rivals, following comments from President Donald Trump that indicated that he wasn't "thrilled" with the Federal Reserve's interest-rate hikes-remarks that raised questions about the ability of the currency to strengthen further in 2018. The ICE U.S. Dollar Index DXY, which measures the buck against a basket of six other rivals, was up 0.03% at 95.09. As for sterling GBPUSD, it slumped to \$1.3022, hitting its lowest dollar level since early September last year. Euro USD ended 0.08% up at 1.1654. Meanwhile USDJPY ended -0.38% lower at 112.37.
- On Thursday, the local took a big knock of 43 paise to close at a historic low of 69.05.

BULLION	CLOSING		% CH
	19-JULY-18	18-JULY-18	
<b>Gold Aug MCX</b>	29885	29766	<b>0.40</b>
<b>Gold Aug Comex</b>	1224	1228	<b>-0.33</b>
<b>Silver Sep MCX</b>	38294	38438	<b>-0.37</b>
<b>Silver Sep Comex</b>	15.402	15.574	<b>-1.10</b>
<b>ENERGY</b>			
<b>Crude Oil Aug MCX</b>	4699	4651	<b>1.03</b>
<b>Crude Aug Nymex</b>	69.46	68.76	<b>1.02</b>
<b>Natural Gas Jul MCX</b>	190.90	187.20	<b>1.98</b>
<b>Nat. Gas Aug Henry Hub</b>	2.769	2.721	<b>1.76</b>

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	19-JULY-18	18-JULY-18	
<b>SPDR Gold ETF</b>	798.13	794.01	<b>0.52</b>
<b>iShares Silver Trust</b>	10188.00	10164.59	<b>0.23</b>

NAME OF THE ETF	CLOSING		RATIO
	19-JULY-18		
<b>Gold v/s Silver</b>	1224	15.402	<b>79.47</b>
<b>Gold v/s Crude Oil</b>	1224	69.46	<b>17.62</b>

(IN TONS)	LME INVENTORIES DATA			% Change
	19-JULY-18	18-JULY-18	Change	
<b>Aluminum</b>	1203975	1198875	<b>5100</b>	<b>0.43</b>
<b>Copper</b>	256475	257350	<b>-875</b>	<b>-0.34</b>
<b>Nickel</b>	261108	262416	<b>-1308</b>	<b>-0.50</b>
<b>Lead</b>	128575	128675	<b>-100</b>	<b>-0.08</b>
<b>Zinc</b>	235000	237200	<b>-2200</b>	<b>-0.93</b>

BASE METALS	CLOSING		% CH
	19-JULY-18	18-JULY-18	
<b>Aluminium Jul</b>	138.30	139.25	<b>-0.68</b>
<b>Copper Aug</b>	414.20	420.65	<b>-1.53</b>
<b>Nickel Jul</b>	923.30	933.90	<b>-1.14</b>
<b>Lead Jul</b>	146.35	147.75	<b>-0.95</b>
<b>Zinc Jul</b>	179.05	181.15	<b>-1.16</b>

## ECONOMIC CALENDER

FRIDAY JULY 20, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
5:00 AM	Japan	<b>National Core CPI (YoY) (Jun)</b>	<b>0.8%</b>	0.8%	0.7%
5:00 AM	Japan	<b>National CPI (YoY) (Jun)</b>	<b>0.7%</b>		0.7%
5:00 AM	Japan	<b>National CPI (MoM)</b>	<b>0.1%</b>		0.1%
11:30 AM	Germany	<b>German PPI (MoM) (Jun)</b>	<b>0.3%</b>	0.3%	0.5%
11:30 AM	Germany	<b>German PPI (YoY) (Jun)</b>	<b>3.0%</b>	2.9%	2.7%
1:30 PM	Eurozone	<b>Current Account (May)</b>		27.2B	28.4B
1:30 PM	Eurozone	<b>Current Account n.s.a. (May)</b>			26.2B
Tentative	U.S.	<b>OPEC Meeting</b>			
5:00 PM	India	<b>Bank Loan Growth</b>			12.8%
5:00 PM	India	<b>Deposit Growth</b>			7.6%
5:00 PM	India	<b>FX Reserves, USD</b>			405.81B

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