

COMMODITY

Report

21 May 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

- Crude-oil futures settled lower, but gained for the week, as investors wrestled with persistent growth in U.S. crude production against the backdrop of expected disruptions to the flow of oil in the Middle East. On the New York Mercantile Exchange, June West Texas Intermediate crude the U.S. benchmark, fell 21 cents, or 0.3%, to end at \$71.28 a barrel. MCX Crude Oil June expiry closed at Rs. 4874 per barrel, up 0.39%.
- Eurozone seasonally adjusted trade surplus rose to EUR 21.2 billion in March from EUR 20.9 billion in February.
- Eurozone current account surplus fell to a seasonally adjusted EUR 32.0 billion in March from EUR 36.8 billion in February.
- Germany's wholesale price inflation climbed 1.4% year-over-year in April, faster than March's 1.2% increase. On a monthly basis, wholesale prices rose 0.5% from March, when it remained flat.
- Germany's producer price inflation rose to 2.0% in April from 1.9% in March. On a monthly basis, producer prices climbed 0.5% from March, when it edged up by 0.1%.
- Japanese exports picked up in April after lackluster data the previous month, despite friction with the U.S. and between the U.S. and China, Japan's two biggest trading partners. Japan's adjusted trade balance showed a surplus of 550 billion yen.

INDEX	18-MAY-18	17-MAY-18	PTS. CH.	% CHANGE
Dow	24715.09	24714.05	1.04	0.00
Nifty	10596.40	10682.70	-86.30	-0.81
Sensex	34848.30	35149.12	-300.82	-0.86
USD/INR	68.01	67.70	0.30	0.45
Dollar Index	93.64	93.47	0.17	0.18
Euro/\$1US	1.1778	1.1790	-0.0012	-0.10
\$1US/Yen	110.75	110.85	-0.10	-0.09
Pound/\$1US	1.3474	1.3510	-0.0036	-0.27

MARKET UPDATE

- U.S. stocks closed mostly lower, with major indexes posting a weekly decline as investors grappled with lingering uncertainty over trade negotiations between the U.S. and China, as well as bond yields that climbed this week to the highest level since 2011. The S&P 500 fell 7.16 points, or 0.3%, to 2,712.97. The Nasdaq Composite Index declined 28.13 points, or 0.4%, to 7,354.34.
- Indian market registered sharp losses. The Sensex ended below the psychologically important 35,000 mark.

CURRENCY UPDATE

- The U.S. dollar strengthened against most of its major rivals, putting a popular gauge for the U.S. currency on track for its best week since late April. The ICE U.S. Dollar Index was up 0.2% at 93.670. The WSJ Dollar Index was up 0.1% at 87.14. The euro weakened against the dollar, changing hands at \$1.1769, compared with \$1.1794. Elsewhere, the British pound slipped to \$1.3480, compared with \$1.3516. Against the Japanese yen, the dollar reversed its earlier course and slipped to ¥110.72, from ¥110.77.
- The rupee once again turned shaky and plunged by 30 paise to end at a fresh 16-month low of 68.01 against the US currency on renewed dollar buying interest amid global macro challenges. Reversing its recovery momentum, the rupee opened weak at 67.78 from Thursday's close of 67.70. Being engulfed in selling pressure, the local unit subsequently hit a low of 68.07 in mid-afternoon deals before regaining some lost ground as state-run banks sold the greenback likely on behalf of the central bank. It finally settled at 68.01, revealing a steep loss of 30 paise, or 0.45%. The RBI fixed the reference rate for the dollar at 67.9577.

BULLION	CLOSING		% CH
	18-MAY-18	17-MAY-18	
Gold Jun MCX	31091	30978	0.36
Gold Jun Comex	1291	1289	0.15
Silver Jul MCX	40195	40109	0.21
Silver Jul Comex	16.455	16.481	-0.16
ENERGY			
Crude Oil Jun MCX	4874	4855	0.39
Crude Jun Nymex	71.37	71.49	-0.17
Natural Gas May MCX	194.30	193.80	0.26
Nat. Gas Jun Henry Hub	2.847	2.859	-0.42

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	18-MAY-18	17-MAY-18	
SPDR Gold ETF	855.28	856.17	-0.10
iShares Silver Trust	9984.34	10013.62	-0.29

NAME OF THE ETF	CLOSING		RATIO
	18-MAY-18		
Gold v/s Silver	1291	16.455	78.47
Gold v/s Crude Oil	1291	71.37	18.09

(IN TONS)	LME INVENTORIES DATA			% Change
	18-MAY-18	17-MAY-18	Change	
Aluminum	1243850	1249450	-5600	-0.45
Copper	301475	300200	1275	0.42
Nickel	305748	306054	-306	-0.10
Lead	133725	132025	1700	1.29
Zinc	231450	231625	-175	-0.08

BASE METALS	CLOSING		% CH
	18-MAY-18	17-MAY-18	
Aluminium May	154.80	156.40	-1.02
Copper Jun	462.15	463.80	-0.36
Nickel May	995.70	988.10	0.77
Lead May	158.65	160.20	-0.97
Zinc May	211.10	210.15	0.45

ECONOMIC CALENDER

MONDAY MAY 21, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
4:31 AM	UK	Rightmove House Price Index (MoM)	0.8%		0.4%
5:20 AM	Japan	Adjusted Trade Balance	0.55T	0.11T	0.12T
5:20 AM	Japan	Exports (YoY) (Apr)	7.80%	8.10%	2.10%
5:20 AM	Japan	Imports (YoY) (Apr)	5.90%	9.60%	-0.60%
5:20 AM	Japan	Trade Balance (Apr)	626B	406B	797B
Tentative	USA	OPEC Meeting			
6:00 PM	USA	Chicago Fed National Activity (Apr)			
9:45 PM	USA	FOMC Member Bostic Speaks			
11:35 PM	USA	FOMC Member Harker Speaks			

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