

# COMMODITY

## Report

21 June 2018



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EVERYTHING YOU  
NEED TO KNOW  
ABOUT THE COMMODITY



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## ECONOMIC / GLOBAL NEWS

- Prices for U.S. benchmark oil futures settled with a gain Wednesday, at a nearly one-week high, after U.S. government data revealed the biggest weekly decline in U.S. crude supplies since January. August WTI crude tacked on 81 cents, or nearly 1.25%, to \$65.71. The U.S. Energy Information Administration reported that crude supplies dropped by 5.9 million barrels for the week ended June 15. Gasoline stockpiles, however, rose by 3.3 million barrels for the week, while distillate stockpiles climbed by 2.7 million barrels, according to the EIA. MCX Crude Oil July expiry closed at Rs. 4486 per barrel, up 1.52%.
- U.S. current account deficit widened by \$8.0 billion to \$124.1 billion, or 2.5 percent of national economic output, in the first three months of the year, from the previously reported \$128.2 billion in the fourth quarter.
- U.S. existing home sales fell by 0.4% to an annual rate of 5.43 million in May after plunging by 2.7% to a downwardly revised 5.45 million in April.
- U.K. manufacturing order books recovered in three months to June, a balance of 13% said order books were above normal and a 9%.
- Germany's producer prices climbed 2.7% year-on-year in May, faster than the 2% increase in April. On a monthly basis, overall producer prices gained 0.5% for the second straight month and this was the third consecutive rise in prices.
- South Korea's producer price inflation climbed 2.2% year-on-year in May, faster than April's 1.7% rise, which was revised up from a 1.6% increase reported earlier. Month-on-month, producer prices increased 0.2% from April, when it edged up by 0.1%.]
- New Zealand's gross domestic product expanded 0.5% on quarter in the first three months of 2018, down from 0.6% in the three month prior. On a yearly basis, GDP was up 2.7% - down from 2.9% in the fourth quarter of 2017.

INDEX	20-JUNE-18	19-JUNE-18	PTS. CH.	% CHANGE
<b>Dow</b>	24657.80	24700.21	<b>-42.41</b>	<b>-0.17</b>
<b>Nifty</b>	10772.05	10710.45	<b>61.60</b>	<b>0.58</b>
<b>Sensex</b>	35547.33	35286.74	<b>260.59</b>	<b>0.74</b>
<b>USD/INR</b>	68.07	68.38	<b>-0.31</b>	<b>-0.45</b>
<b>Dollar Index</b>	94.78	94.73	<b>0.05</b>	<b>0.05</b>
<b>Euro/\$1US</b>	1.1578	1.1590	<b>-0.0012</b>	<b>-0.10</b>
<b>\$1US/Yen</b>	110.38	110.06	<b>0.32</b>	<b>0.29</b>
<b>Pound/\$1US</b>	1.3172	1.3180	<b>-0.0008</b>	<b>-0.06</b>

## MARKET UPDATE

- U.S. stock-market indexes closed mostly higher, though the Dow Jones Industrial Average posted its seventh consecutive daily decline, its longest losing streak since March 2017. The S&P 500 index added 4.73 points, or 0.2%, to 2,767.32. The Nasdaq Composite Index closed at a record, rising 55.93 points, or 0.7%, to 7,781.51.
- Indian market ended on a positive note Wednesday to snap a two-day losing streak as investors took trade tensions in their stride and looked ahead to the Bank of England and OPEC meetings for direction.

## CURRENCY UPDATE

The dollar saw muted action Wednesday, as major currency trading calmed somewhat, a day after fears of a trade war between China and the U.S. sparked fresh haven buying. The U.S. ICE Dollar Index was little changed in negative territory at 95.095. A broader gauge of dollar strength, the WSJ Dollar Index was 0.1% stronger at 88.31. The yen meanwhile, retreated somewhat, with the dollar fetching ¥110.43, compared with ¥110.06. The euro last bought \$1.1585, down 0.1%.

The beaten-down rupee staged a good comeback, recuperating by a sharp 30 paise to end at 68.08 against the US currency on heavy bouts of dollar selling by banks and exporters with equities gaining ground. At the interbank foreign exchange (forex) market, the rupee opened with a gap up at 68.10 against 68.38 previously. Maintaining its strong recovery trend, it touched a fresh session high of 68.03 in mid-afternoon deals before concluding at 68.07, showing a steep rise of 31 paise, or 0.45%. The RBI fixed the reference rate for the dollar at 68.0838.

BULLION	CLOSING		% CH
	20-JUNE-18	19-JUNE-18	
<b>Gold Aug MCX</b>	30781	30891	<b>-0.36</b>
<b>Gold Aug Comex</b>	1275	1279	<b>-0.32</b>
<b>Silver Jul MCX</b>	39626	39688	<b>-0.16</b>
<b>Silver Jul Comex</b>	16.309	16.323	<b>-0.09</b>
<b>ENERGY</b>			
<b>Crude Oil Jul MCX</b>	4486	4419	<b>1.52</b>
<b>Crude Aug Nymex</b>	65.71	64.90	<b>1.25</b>
<b>Natural Gas Jul MCX</b>	202.50	198.70	<b>1.91</b>
<b>Nat. Gas Jul Henry Hub</b>	2.964	2.900	<b>2.21</b>

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	20-JUNE-18	19-JUNE-18	
<b>SPDR Gold ETF</b>	828.76	828.76	<b>0.00</b>
<b>iShares Silver Trust</b>	9842.48	9769.30	<b>0.75</b>

NAME OF THE ETF	CLOSING		RATIO
	20-JUNE-18		
<b>Gold v/s Silver</b>	1275	16.309	<b>78.15</b>
<b>Gold v/s Crude Oil</b>	1275	65.71	<b>19.40</b>

(IN TONS)	LME INVENTORIES DATA			% Change
	20-JUNE-18	19-JUNE-18	Change	
<b>Aluminum</b>	1132475	1136925	<b>-4450</b>	<b>-0.39</b>
<b>Copper</b>	308975	294550	<b>14425</b>	<b>4.90</b>
<b>Nickel</b>	275616	275658	<b>-42</b>	<b>-0.02</b>
<b>Lead</b>	132600	131575	<b>1025</b>	<b>0.78</b>
<b>Zinc</b>	246175	246525	<b>-350</b>	<b>-0.14</b>

BASE METALS	CLOSING		% CH
	20-JUNE-18	19-JUNE-18	
<b>Aluminium Jun</b>	148.55	149.00	<b>-0.30</b>
<b>Copper Jun</b>	457.80	458.50	<b>-0.15</b>
<b>Nickel Jun</b>	1014.60	998.90	<b>1.57</b>
<b>Lead Jun</b>	163.60	164.05	<b>-0.27</b>
<b>Zinc Jun</b>	206.45	205.95	<b>0.24</b>

## ECONOMIC CALENDER

THURSDAY JUNE 21, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
7:00 AM	Australia	<b>RBA Bulletin</b>			
12:15 PM	France	<b>French Business Survey (Jun)</b>		108	109
4:30 PM	U.K.	<b>BoE QE Total (Jun)</b>		435B	435B
4:30 PM	U.K.	<b>BoE Interest Rate Decision (Jun)</b>		0.50%	0.50%
Tentative	India	<b>M3 Money Supply</b>			10.7%
6:00 PM	U.S.	<b>Continuing Jobless Claims</b>		1,730K	1,697K
6:00 PM	U.S.	<b>Initial Jobless Claims</b>		220K	218K
6:30 PM	U.S.	<b>House Price Index (MoM) (Apr)</b>		0.3%	0.1%
6:30 PM	U.S.	<b>House Price Index (YoY) (Apr)</b>			6.7%
7:30 PM	Eurozone	<b>Consumer Confidence (Jun)</b>		-0.1	0.2
8:00 PM	U.S.	<b>Natural Gas Storage</b>		85B	96B

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