

COMMODITY

Report

25 June 2018



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EVERYTHING YOU
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ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- WTI crude oil prices settled nearly 5% higher as OPEC's crude output hike was more modest than some producers had hoped, easing investor fears that a wave of crude supply would hold back oil prices. August West Texas Intermediate crude on the New York Mercantile Exchange rose \$3.04, or 4.64%, to settle at \$68.58 a barrel, for its highest finish in about a month. MCX Crude Oil July expiry closed at Rs. 4672 per barrel, up 3.91%.
- U.S. preliminary reading of the Markit services purchasing managers' index came in at 56.5 in June, down from 56.8 in May. The manufacturing PMI rose slipped to 54.6 in June, compared to 56.4 a month earlier.
- The 174th Meeting of the Conference of the Organization of the Petroleum Exporting Countries (OPEC) was held in Vienna, Austria, on Friday, 22 June 2018, under the Chairmanship of its President, HE Suhail Mohamed Al Mazrouei, Minister of Energy & Industry of the United Arab Emirates and Head of its Delegation. The Conference offered its congratulations to the OPEC Secretariat for the success of the 7th OPEC International Seminar. It also offered thanks to OPEC Member Countries, as well as to all the speakers, sponsors and delegates, that had made the Seminar such a seminal event. It noted that the Seminar has become a truly global platform for discussing the challenges, as well as opportunities, facing the oil and energy industries.
- Germany's composite output index rose to 54.2 in June from 53.4 in May. The services PMI climbed to a 3-month high of 53.9 in June from 52.1 in May.
- France's gross domestic product grew 0.2% in the first quarter, following fourth quarter's 0.7% expansion.
- France's flash composite output index rose to 55.6 in June. The services PMI rose to 56.4 in June from 54.3 in May. Meanwhile, the manufacturing PMI fell to a 16-month low of 53.1 in June from 54.4 in May.
- Singapore's consumer price inflation climbed 0.4% year-over-year in May, faster than the 0.1% increase in April. On a monthly basis, consumer prices grew 0.6% from May, when it declined by 0.5%.
- Hong Kong's current account surplus fell to HK\$16.3 billion in the March quarter from HK\$20.2 billion in the same period last year. However, the surplus increased from HK\$16.0 billion in the fourth quarter.

INDEX	22-JUNE-18	21-JUNE-18	PTS. CH.	% CHANGE
Dow	24580.89	24461.70	119.19	0.49
Nifty	10821.85	10741.10	80.75	0.75
Sensex	35689.60	35432.39	257.21	0.73
USD/INR	67.84	67.98	-0.15	-0.21
Dollar Index	94.18	94.40	-0.22	-0.23
Euro/\$1US	1.1657	1.1603	0.0054	0.47
\$1US/Yen	109.97	110.00	-0.03	-0.03
Pound/\$1US	1.3270	1.3252	0.0018	0.14

MARKET UPDATE

- U.S. stock benchmarks ended mostly higher as an OPEC-inspired rally in energy shares helped the Dow industrials halt a lengthy slide, but equities rang up weekly losses in a period pockmarked by a series of trade-related spats. The S&P 500 added 0.2%, or 5.12 points, to close at 2,754.88. The Nasdaq Composite Index closed down 20.13, or 0.3%, at 7,692.82.
- Indian market rallied, mirroring firm cues from global markets as better-than-expected Eurozone PMI data as well as easing worries over Italy and Greece helped improve investors' appetite for risk.

CURRENCY UPDATE

- The U.S. dollar rallied to its best level in a year against its Canadian rival, thanks to sluggish Canadian economic data that underlined the fragility of Canada's economy. The ICE U.S. Dollar Index was down 0.2% at 94.535. The euro last bought \$1.1660, up from \$1.1604.
- The rupee continued its rally for a third straight session, strengthening by another 15 paise to end at 67.84 against the US dollar amid sustained unwinding of American currency by exporters. The Indian unit oscillated between 67.70 and 67.88 most part of the day. At the interbank foreign exchange (forex) market, the local currency opened higher at 67.81 against Thursday's close of 67.98. After trading in a tight range early session, the rupee extended gains in afternoon trade, underpinned by greenback sales by foreign banks to hit a high of 67.70 before ending at 67.84, showing a rise of 15 paise, or 0.21%. The RBI fixed the reference rate for the dollar at 67.7695.

BULLION	CLOSING		% CH
	22-JUNE-18	21-JUNE-18	
Gold Aug MCX	30610	30616	-0.02
Gold Aug Comex	1271	1271	0.02
Silver Jul MCX	39796	39554	0.61
Silver Jul Comex	16.459	16.326	0.81
ENERGY			
Crude Oil Jul MCX	4672	4496	3.91
Crude Aug Nymex	68.58	65.54	4.64
Natural Gas Jul MCX	200.50	202.00	-0.74
Nat. Gas Aug Henry Hub	2.945	2.972	-0.91

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	22-JUNE-18	21-JUNE-18	
SPDR Gold ETF	824.63	824.63	0.00
iShares Silver Trust	9962.49	9933.22	0.29

NAME OF THE ETF	CLOSING		RATIO
	22-JUNE-18		
Gold v/s Silver	1271	16.459	77.20
Gold v/s Crude Oil	1271	68.58	18.53

(IN TONS)	LME INVENTORIES DATA			% Change
	22-JUNE-18	21-JUNE-18	Change	
Aluminum	1128325	1131100	-2775	-0.25
Copper	305975	307675	-1700	-0.55
Nickel	274476	275544	-1068	-0.39
Lead	132425	132500	-75	-0.06
Zinc	247250	247450	-200	-0.08

BASE METALS	CLOSING		% CH
	22-JUNE-18	21-JUNE-18	
Aluminium Jun	148.60	149.25	-0.44
Copper Jun	454.20	453.95	0.06
Nickel Jun	1038.80	1018.20	2.02
Lead Jun	163.90	161.90	1.24
Zinc Jun	202.35	201.60	0.37

ECONOMIC CALENDER

MONDAY JUNE 25, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
1:30 PM	Eurozone	German Ifo Business Climate Index		101.9	102.2
6:00 PM	U.S.	Chicago Fed National Activity (May)		0.09	0.34
7:30 PM	U.S.	New Home Sales (MoM) (May)		1.5%	-1.5%
7:30 PM	U.S.	New Home Sales (May)		667K	662K

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