

COMMODITY

Report

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EVERYTHING YOU
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ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- Oil ended higher, with the U.S. benchmark extending gains after a larger-than-expected drop in weekly inventories. West Texas Intermediate crude for September delivery on the New York Mercantile Exchange rose 78 cents, or 1.1%, to close at \$69.30 a barrel. The Energy Information Administration said oil stocks fell by 6.1 million barrels in the week ended July 20. Gasoline inventories dropped by 2.3 million barrels, while distillate stocks fell 100,000 barrels. MCX Crude Oil August expiry closed at Rs. 4778 per barrel, up 0.70%.
- U.S. new home sales plunged by 5.3% to an annual rate of 631,000 in June after jumping by 3.9% to a rate of 666,000 in May.
- Eurozone broad money supply aggregate M3 grew 4.4% year-on-year in June, following May's 4% increase. Annual growth in adjusted loans to households held steady at 2.9% in June.
- Germany's business confidence index fell to 101.7 in July from 101.8 in June. The current conditions index came in at 105.3, above last month's 105.2. Meanwhile, the expectations index dropped to 98.2 from 98.5.
- French producer prices edged up 0.1% month-over-month in June, slower than the 0.7% rise in May. On a yearly basis, producer prices climbed 3.4% in June.
- Spain's producer prices climbed 4.1% year-on-year in June, following a 3% rise in May. Month-on-month, producer price inflation eased to 1% from 1.3% in May.
- Australia's import price index climbed 3.2% sequentially in the second quarter, faster than the 2.0% rise in the first quarter. On a yearly basis, imports prices grew at a faster rate of 6.0% in the June quarter, after a 2.6% gain in the March quarter. The export prices grew 1.9% quarterly and by 6.6% yearly in the June quarter.
- Japan producer prices in Japan were up 1.2% on year in June, following two months at 1.0%. On a monthly basis, producer prices added 0.2% after easing 0.1% in May.
- South Korea's gross domestic product gained 0.7% on quarter in the second three months of 2018 that followed the 1.0% increase in the three months prior.
- Singapore's industrial production growth eased at a slower-than-expected pace in June. Manufacturing output advanced 7.4% year-over-year in June, well below the 12.9% spike in May. On a monthly basis, industrial production increased a seasonally adjusted 3.9% from May, when it gained by 0.3%. That was below the expected increase of 2.2%.

INDEX	25-JULY-18	24-JULY-18	PTS. CH.	% CHANGE
Dow	25414.10	25241.94	172.16	0.68
Nifty	11132.00	11134.30	-2.30	-0.02
Sensex	36858.23	36825.10	33.13	0.09
USD/INR	68.78	68.94	-0.16	-0.24
Dollar Index	93.98	94.39	-0.41	-0.43
Euro/\$1US	1.1738	1.1686	0.0052	0.44
\$1US/¥en	110.86	111.20	-0.34	-0.31
Pound/\$1US	1.3199	1.3145	0.0054	0.41

MARKET UPDATE

- U.S. stocks rallied to the close late in the session, with Wall Street equity benchmarks jumping to new heights following the announcement of a pact to ease trade tensions between the U.S. and the European Union after an important tête-à-tête between President Donald Trump and the EU's Jean-Claude Juncker in Washington. The S&P 500 surged by 25.67 points, or 0.9%, to 2,846.07. The Nasdaq Composite Index gained 91.47 points, or 1.2%, to 7,932.24.
- Indian market ended up with small gains amid mixed global cues as investors awaited the outcome of a key meeting between U.S. President Donald Trump and European Commission President Jean-Claude Juncker on trade.

CURRENCY UPDATE

- The U.S. dollar slipped broadly against its currency rivals. Traders and strategist had been focused on a meeting between leaders of the U.S. and the European Union in Washington. The euro last bought \$1.1701, up from \$1.1685. The ICE U.S. Dollar Index was down 0.3% at 94.352. The broader WSJ Dollar Index was 0.3% down at 88.02.
- Reversing its two-session slide, the rupee rebounded by 16 paise to end at a fresh one-week high of 68.78 against the US dollar on bouts of greenback selling by exporters and corporates. Earlier, the rupee opened weak at 68.96 at the Interbank Foreign Exchange (forex) market against 68.94 previously. After scaling an intra-day high 68.70, the local unit finally settled at 68.78, showing a sharp rise of 16 paise, or 0.24%. Meanwhile, the Financial Benchmarks India Private Limited (FBIL) fixed the reference rate for the dollar at 68.8028.

BULLION	CLOSING		% CH
	25-JULY-18	24-JULY-18	
Gold Oct MCX	30137	30108	0.10
Gold Aug Comex	1232	1226	0.51
Silver Sep MCX	38559	38450	0.28
Silver Sep Comex	15.589	15.520	0.44
ENERGY			
Crude Oil Aug MCX	4778	4745	0.70
Crude Sep Nymex	69.30	68.52	1.14
Natural Gas Aug MCX	190.00	188.40	0.85
Nat. Gas Sep Henry Hub	2.755	2.719	1.32

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	25-JULY-18	24-JULY-18	
SPDR Gold ETF	800.20	802.5	-0.29
iShares Silver Trust	10211.41	10231.89	-0.20

NAME OF THE ETF	CLOSING		RATIO
	25-JULY-18		
Gold v/s Silver	1232	15.589	79.02
Gold v/s Crude Oil	1232	69.30	17.77

(IN TONS)	LME INVENTORIES DATA			% Change
	25-JULY-18	24-JULY-18	Change	
Aluminum	1209225	1212125	-2900	-0.24
Copper	252400	254425	-2025	-0.80
Nickel	260400	260718	-318	-0.12
Lead	127600	127675	-75	-0.06
Zinc	247450	249650	-2200	-0.88

BASE METALS	CLOSING		% CH
	25-JULY-18	24-JULY-18	
Aluminium Aug	141.60	143.25	-1.15
Copper Aug	430.10	428.95	0.27
Nickel Aug	940.90	938.70	0.23
Lead Aug	148.05	148.30	-0.17
Zinc Aug	179.35	180.90	-0.86

ECONOMIC CALENDER

THURSDAY JULY 26, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
7:00 AM	Australia	Export Price Index (QoQ) (Q2)	1.9%		4.9%
7:00 AM	Australia	Import Price Index (QoQ) (Q2)	3.2%	1.9%	2.1%
11:30 AM	Germany	GfK German Consumer Climate (Aug)		10.7	10.7
12:15 PM	France	French Consumer Confidence (Jul)		98	97
Tentative	U.S.	OPEC Meeting			
5:15 PM	Eurozone	Deposit Facility Rate		-0.40%	-0.40%
5:15 PM	Eurozone	ECB Marginal Lending Facility		0.25%	0.25%
5:15 PM	Eurozone	ECB Interest Rate Decision (Jul)		0.00%	0.00%
6:00 PM	U.S.	Continuing Jobless Claims		1,730K	1,751K
6:00 PM	U.S.	Core Durable Goods Orders (MoM) (Jun)		0.5%	0.0%
6:00 PM	U.S.	Durable Goods Orders (MoM) (Jun)		3.0%	-0.4%
6:00 PM	U.S.	Goods Trade Balance (Jun)		-67.00B	-64.77B
6:00 PM	U.S.	Initial Jobless Claims		215K	207K
6:00 PM	U.S.	Wholesale Inventories (MoM)		0.4%	0.6%
6:00 PM	Eurozone	ECB Press Conference			
8:00 PM	U.S.	Natural Gas Storage		39B	46B

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