

COMMODITY

Report

29 May 2018



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EVERYTHING YOU
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ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- Gold dropped, giving up some of its recent gains after US President Donald Trump said a US team had arrived in North Korea to prepare for a proposed summit between him and North Korean leader Kim Jong Un, which Trump pulled out of last week before reconsidering. MCX Gold August expiry closed at Rs. 31208 per 10 gram, down 0.84%.
- Italy's producer price inflation climbed 1.3% year-over-year in April, slower than March's 1.8% increase. On a monthly basis, producer prices decreased 0.4% from March, when it edged up by 0.2%.
- Spain producer prices grew 1.9% year-on-year in April, faster than the 1.3% increase in March. On a monthly basis, producer prices rebounded 0.7% after falling 1% a month ago.
- Japan's unemployment rate came in at a seasonally adjusted 2.5% in April, unchanged from the March reading. The number of employed persons in April was 66.71 million, an increase of 1.71 million or 2.6% on year.
- South Korea's consumer sentiment index rose to 107.9 in May from 107.1 in April.
- Hong Kong's trade deficit rose to HK\$46.9 billion in April from HK\$34.1 billion in the corresponding month last year. However, the shortfall decreased from HK\$55.5 billion in March.
- Singapore's producer prices remained flat in April from last year, following a 1.4% rise in March. On a monthly basis, producer prices declined 2.1% in April, reversing a 1.5 climb in March.
- Singapore's industrial production growth advanced 9.1% year-over-year in April, faster than the 6.1% rise in March. On a monthly basis, industrial production increased a seasonally adjusted 0.2% from March, when it climbed by 0.5%.
- Taiwan's economic growth advanced 3.02% year-over-year in the first quarter, slower than the 3.42% rise in the fourth quarter, which was revised up from 3.28%. On a quarter-on-quarter seasonally-adjusted annualized basis, GDP rose at a slower pace of 0.79% in the March quarter, following a 4.84% growth in the December quarter.
- Sweden's trade deficit rose to SEK 6.5 billion in April from SEK 3.0 billion in the corresponding month last year. Both exports and imports surged by 16.0% and 19.0%, respectively in April from a year earlier.
- Finland's consumer confidence index rose to 24.8 in May from 23.2 in April.

INDEX	28-MAY-18	25-MAY-18	PTS. CH.	% CHANGE
Dow	CLOSED	24753.09	-	-
Nifty	10688.65	10605.15	83.50	0.79
Sensex	35165.48	34924.87	240.61	0.69
USD/INR	67.43	67.77	-0.34	-0.50
Dollar Index	94.36	94.13	0.23	0.24
Euro/\$1US	1.1626	1.1652	-0.0026	-0.22
\$1US/Yen	109.40	109.39	0.01	0.01
Pound/\$1US	1.3312	1.3309	0.0003	0.02

MARKET UPDATE

- U.S. market closed on **28th May, 2018** on account of "**Memorial Day**".
- Indian market rose for a third straight session as a sharp drop in crude prices and a recovery in the rupee boosted sentiment. The Sensex settled well above the psychological 35,000 mark after regaining that level in opening trade.

CURRENCY UPDATE

- The dollar opened the week by sliding against other Asian currencies, giving up gains from last week. The U.S. dollar index stood at 93.87, down 0.36%. The dollar was lower against the yen, with USD/JPY down 0.03% to 109.34 after edging up to an overnight high of 109.84. The pound was up but fell from its earlier high, with GBP/USD rising 0.03% to 1.3299. EUR/USD fell to a six-month low of 1.1619.
- The rupee continued its unabated rise for the third-straight day, surging by 34 paise to end at a new two-week high of 67.43 against the US dollar after a surprise crash in crude prices quickly faded near-term trade deficit and inflation worries. The rupee opened with a wide gap-up at 67.52 against last weekend's close of 67.77. Building on strong momentum, the home currency shot up to hit an intraday high of 67.29 in mid-morning trade before ending at 67.43, revealing a strong gain of 34 paise, or 0.50%. The RBI fixed the reference rate for the dollar at 67.4430.

BULLION	CLOSING		% CH
	28-MAY-18	25-MAY-18	
Gold Aug MCX	31208	31472	-0.84
Gold Jun Comex	CLOSED	1304	-
Silver Jul MCX	39917	40267	-0.87
Silver Jul Comex	CLOSED	16.546	-
ENERGY			
Crude Oil Jun MCX	4508	4597	-1.94
Crude Jul Nymex	CLOSED	67.88	-
Natural Gas Jun MCX	202.20	200.70	0.75
Nat. Gas Jul Henry Hub	CLOSED	2.963	-

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	25-MAY-18	24-MAY-18	
SPDR Gold ETF	848.50	852.04	-0.42
iShares Silver Trust	9952.13	9984.34	-0.32

NAME OF THE ETF	CLOSING		RATIO
	25-MAY-18		
Gold v/s Silver	1304	16.546	78.79
Gold v/s Crude Oil	1304	67.88	19.21

(IN TONS)	LME INVENTORIES DATA			% Change
	25-MAY-18	24-MAY-18	Change	
Aluminum	1222850	1227900	-5050	-0.41
Copper	293450	300125	-6675	-2.22
Nickel	296316	296898	-582	-0.20
Lead	133950	133300	650	0.49
Zinc	229150	229275	-125	-0.05

BASE METALS	CLOSING		% CH
	28-MAY-18	25-MAY-18	
Aluminium Jun	154.00	154.50	-0.32
Copper Jun	459.25	461.80	-0.55
Nickel Jun	1000.60	998.80	0.18
Lead Jun	165.30	165.50	-0.12
Zinc Jun	207.30	207.75	-0.22

ECONOMIC CALENDER

TUESDAY MAY 29, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
5:00 AM	Japan	Unemployment Rate (Apr)	2.5%	2.5%	2.5%
11:30 AM	U.K.	Nationwide HPI (YoY)			2.6%
11:30 AM	U.K.	Nationwide HPI (MoM)		0.3%	0.2%
12:15 PM	France	French Consumer Confidence (May)		101	101
1:30 PM	Eurozone	M3 Money Supply (YoY) (Apr)		3.9%	3.7%
1:30 PM	Eurozone	Private Sector Loans (YoY)		3.2%	3.0%
7:30 PM	U.S.	CB Consumer Confidence (May)		128.2	128.7

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