

# COMMODITY

## Report

30 May 2018



**SHRIRAM INSIGHT SHARE BROKERS LIMITED**

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EVERYTHING YOU  
NEED TO KNOW  
ABOUT THE COMMODITY



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## ECONOMIC / GLOBAL NEWS

- U.S. and global benchmark oil prices diverged, with concerns about a potential rise in oil supply pulling West Texas Intermediate crude down for a fifth straight session. July WTI crude oil fell by \$1.15, or 1.7%, to settle at \$66.73 a barrel on the New York Mercantile Exchange-the lowest finish since April 17. MCX Crude Oil June expiry closed at Rs. 4527 per barrel, up 0.42%.
- U.K. BRC-Nielsen shop price index declined 1.1% year-on-year in May, the biggest fall since January 2017.
- Eurozone broad monetary aggregate M3 increased 3.9% year-on-year in April, faster than the 3.7% rise in March. Household lending grew by 2.9%, both unchanged from the previous month.
- French consumer confidence indicator came at 100 in May 2018, slightly below from April's 101.
- Italy's consumer confidence index dropped to 113.7 in May from 116.9 in April.
- Japan's retail sales climbed 1.6% year-over-year in April, faster than the 1.0% rise in March. Month-on-month, retail sales advanced a seasonally adjusted 1.4% in April.
- Switzerland's trade surplus rose to CHF 2.8 billion in April from CHF 2.2 billion in the previous month. Exports showed no variations in April, month-over-month, after a 0.1% drop in March.
- Sweden's economic tendency indicator dropped to 108.8 in May from 110.4 in April.

INDEX	29-MAY-18	28-MAY-18	PTS. CH.	% CHANGE
<b>Dow</b>	24362.62	CLOSED	-	-
<b>Nifty</b>	10633.30	10688.65	<b>-55.35</b>	<b>-0.52</b>
<b>Sensex</b>	34949.24	35165.48	<b>-216.24</b>	<b>-0.61</b>
<b>USD/INR</b>	67.86	67.43	<b>0.43</b>	<b>0.64</b>
<b>Dollar Index</b>	94.81	94.13	<b>0.68</b>	<b>0.72</b>
<b>Euro/\$1US</b>	1.1538	1.1623	<b>-0.0085</b>	<b>-0.73</b>
<b>\$1US/Yen</b>	108.41	109.42	<b>-1.01</b>	<b>-0.92</b>
<b>Pound/\$1US</b>	1.3255	1.3314	<b>-0.0059</b>	<b>-0.44</b>

## MARKET UPDATE

- U.S. stocks ended sharply lower, with the Dow industrials down nearly 400 points as traders reacted to fresh political drama in Italy after a three-day weekend. The S&P 500 fell 31.47 points, or 1.2%, to 2,689.86. Meanwhile, the Nasdaq Composite fell 37.26 points, or 0.5%, to 7,396.59.
- Indian market declined after a volatile session. The Sensex settled below the psychological 35,000 mark after sliding below that level in intraday trade. Negative global cues dampened sentiment.

## CURRENCY UPDATE

- The dollar flexed its muscle against the euro, as political turmoil in Italy and Spain sent the shared currency to a six-month low against the U.S. unit. The ICE U.S. Dollar Index climbed 0.7% to 94.827, and the WSJ Dollar Index picked up 0.2% to 87.53. The euro EURUSD, +0.2686% fell to \$1.1541, and hit an intraday low of \$1.1510. But against the haven Japanese yen, the dollar fell to ¥108.72 from ¥109.42. The British pound fetched \$1.3260, losing ground from \$1.3312.
- The rupee once again turned shaky and lost ground against the US currency, falling by a steep 43 paise to end at 67.86 due to heavy month-end dollar demand from importers. The Indian currency was given some reprieve after plunging to a fresh 18-month low of 68.42 last week, staging an impressive recovery fuelled by a sudden crash in global crude prices. The rupee resumed with a sharp gap-down at 67.62 from overnight close of 67.43. It remained under immense pressure throughout the day and touched a fresh intra-day low of 68 in mid-afternoon deals before ending at 67.86, showing a steep loss of 43 paise, or 0.64%. The RBI fixed the reference rate for the dollar at 67.8201.

BULLION	CLOSING		% CH
	29-MAY-18	28-MAY-18	
<b>Gold Aug MCX</b>	31444	31208	<b>0.76</b>
<b>Gold Jun Comex</b>	1299	CLOSED	-
<b>Silver Jul MCX</b>	39979	39917	<b>0.16</b>
<b>Silver Jul Comex</b>	16.373	CLOSED	-
<b>ENERGY</b>			
<b>Crude Oil Jun MCX</b>	4527	4508	<b>0.42</b>
<b>Crude Jul Nymex</b>	66.73	CLOSED	-
<b>Natural Gas Jun MCX</b>	197.10	202.20	<b>-2.52</b>
<b>Nat. Gas Jul Henry Hub</b>	2.903	CLOSED	-

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	29-MAY-18	25-MAY-18	
<b>SPDR Gold ETF</b>	851.45	848.50	<b>0.35</b>
<b>iShares Silver Trust</b>	9952.13	9952.13	<b>0.00</b>

NAME OF THE ETF	CLOSING		RATIO
	29-MAY-18		
<b>Gold v/s Silver</b>	1299	16.373	<b>79.34</b>
<b>Gold v/s Crude Oil</b>	1299	66.73	<b>19.47</b>

(IN TONS)	LME INVENTORIES DATA			% Change
	29-MAY-18	25-MAY-18	Change	
<b>Aluminum</b>	1219250	1222850	<b>-3600</b>	<b>-0.29</b>
<b>Copper</b>	294750	293450	<b>1300</b>	<b>0.44</b>
<b>Nickel</b>	294804	296316	<b>-1512</b>	<b>-0.51</b>
<b>Lead</b>	134050	133950	<b>100</b>	<b>0.07</b>
<b>Zinc</b>	228975	229150	<b>-175</b>	<b>-0.08</b>

BASE METALS	CLOSING		% CH
	29-MAY-18	28-MAY-18	
<b>Aluminium Jun</b>	154.90	154.00	<b>0.58</b>
<b>Copper Jun</b>	460.70	459.25	<b>0.32</b>
<b>Nickel Jun</b>	1009.40	1000.60	<b>0.88</b>
<b>Lead Jun</b>	165.75	165.30	<b>0.27</b>
<b>Zinc Jun</b>	209.80	207.30	<b>1.21</b>

## ECONOMIC CALENDER

WEDNESDAY MAY 30, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
5:20 AM	Japan	<b>Retail Sales (YoY) (Apr)</b>	<b>1.6%</b>	0.9%	1.0%
11:30 AM	Germany	<b>German Import Price Index (MoM) (Apr)</b>		0.7%	0.0%
11:30 AM	Germany	<b>German Import Price Index (YoY) (Apr)</b>		0.7%	-0.1%
11:30 AM	Germany	<b>German Retail Sales (MoM) (Apr)</b>		0.7%	-0.6%
11:30 AM	Germany	<b>German Retail Sales (YoY) (Apr)</b>		1.3%	1.3%
12:15 PM	France	<b>French Consumer Spending (MoM) (Apr)</b>		-0.2%	0.1%
12:15 PM	France	<b>French GDP (QoQ) (Q1)</b>		0.3%	0.3%
12:15 PM	France	<b>French GDP (YoY)</b>			2.1%
1:25 PM	Germany	<b>German Unemployment Change (May)</b>		-10K	-7K
1:25 PM	Germany	<b>German Unemployment Rate (May)</b>		5.3%	5.3%
2:30 PM	Eurozone	<b>Business and Consumer Survey (May)</b>		112.1	112.7
2:30 PM	Eurozone	<b>Consumer Confidence (May)</b>		0.2	0.4
Tentative	Germany	<b>German CPI (YoY) (May)</b>		2.0%	1.6%
Tentative	Germany	<b>German CPI (MoM) (May)</b>		0.3%	0.0%
5:45 PM	U.S.	<b>ADP Nonfarm Employment Change (May)</b>		190K	204K
6:00 PM	U.S.	<b>GDP (QoQ) (Q1)</b>		2.3%	2.3%
6:00 PM	U.S.	<b>Goods Trade Balance (Apr)</b>		-71.20B	-68.29B
6:00 PM	U.S.	<b>Wholesale Inventories (MoM)</b>		0.4%	0.3%
11:30 PM	U.S.	<b>Beige Book</b>			

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