

COMMODITY

Report

30 July 2018



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EVERYTHING YOU
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ECONOMIC / GLOBAL NEWS

- Oil futures settled lower, ending a three-day winning streak in light trade after Russia's energy minister indicated that a coalition of producers could pump more crude than agreed by the end of the year. The U.S. benchmark, September West Texas Intermediate crude dropped 92 cents, or 1.32%, to \$68.69 a barrel while MCX Crude Oil August expiry closed at Rs. 4714 per barrel, down 1.79%.
- U.S. real gross domestic product jumped by 4.1% in the second quarter following a 2.2% increase in the first quarter.
- U.S. consumer sentiment index for July was upwardly revised to 97.9 from the preliminary reading of 97.1.
- Germany's import prices advanced 4.8% year-on-year in June, faster than the 3.2% increase seen in May. On a monthly basis, import price inflation eased to 0.5% from 1.6% a month ago.
- France's economy grew at a steady pace in the second quarter, gross domestic product grew 0.2% sequentially, the same pace of growth as seen in the second quarter.
- French consumer spending edged up 0.1% month-over-month in June, slower than the 1.0% rise in May, which was revised up from 0.9%.
- Italy's producer price inflation climbed 2.9% year-over-year in June, faster than May's 2.4% increase. On a monthly basis, producer prices increased 0.3% from May, when it gained by 0.7%.
- Spain's retail sales grew by adjusted 0.1% year-on-year in June after easing 0.3% in May. Meanwhile, month-on-month, retail sales increased in June underpinned by non-food sales. Retail sales gained 0.4% compared to a flat growth in May.
- Japan retail sales climbed 1.5% month-on-month in June, reversing a 1.7% fall in May. On a yearly basis, retail sales grew 1.8% in June.
- Singapore's producer prices climbed 7.8% year-over-year in June, faster than the 6.9% increase in the previous month. On a monthly basis, producer prices dropped 0.5% from May, when it gained by 4.4%.

INDEX	27-JULY-18	26-JULY-18	PTS. CH.	% CHANGE
Dow	25451.06	25527.07	-76.01	-0.30
Nifty	11278.35	11167.30	111.05	0.99
Sensex	37336.85	36984.64	352.21	0.95
USD/INR	68.65	68.66	-0.01	-0.01
Dollar Index	94.46	94.54	-0.08	-0.08
Euro/\$1US	1.1658	1.1643	0.0015	0.13
\$1US/¥en	111.05	111.22	-0.17	-0.15
Pound/\$1US	1.3104	1.3109	-0.0005	-0.04

MARKET UPDATE

- U.S. stocks closed lower following disappointing results from Twitter Inc. and bellwethers, including Exxon and Intel. The highly-anticipated release of gross domestic product data also showed that economic growth remains relatively strong but came in a shade below lofty expectations. The S&P 500 index shed 18.62 points, or 0.7%, to 2,818.82. The Nasdaq Composite Index fell 114.77 points, or 1.5%, to 7,737.42.
- Indian market logged strong gains in steady session of trade. Positive global stocks boosted sentiment on the domestic bourses.

CURRENCY UPDATE

- The U.S. dollar turned negative, giving up early gains in the wake of a report of second-quarter gross domestic product which underperformed lofty expectations, but underscored a buoyant economy. The ICE U.S. Dollar Index was down 0.1% at 94.673. The broader WSJ Dollar Index was down 0.1% at 88.28. A single euro last fetched \$1.1659 versus \$1.1644.
- The rupee climbed to a two-week high of 68.53 before closing almost flat at 68.65 against the US currency in a roller coaster trading session even as stocks continued their bullish ascent. The rupee oscillated between a high of 68.53 and a low of 68.76 in day trade. The local currency opened flat with positive bias at 68.65 against overnight close 68.66 at the Interbank Foreign Exchange (forex) market. It later strengthened to hit a high of 68.53 on sustained dollar selling by exporters and banks before giving back some early gains to end almost flat at 68.65, showing a mere gain of one paise. The Financial Benchmarks India Private Limited (FBIL) fixed the reference rate for the dollar at 68.7041.

BULLION	CLOSING		% CH
	27-JULY-18	26-JULY-18	
Gold Oct MCX	29958	29984	-0.09
Gold Aug Comex	1223	1226	-0.22
Silver Sep MCX	38326	38275	0.13
Silver Sep Comex	15.493	15.495	-0.01
ENERGY			
Crude Oil Aug MCX	4714	4800	-1.79
Crude Sep Nymex	68.69	69.61	-1.32
Natural Gas Aug MCX	192.60	190.50	1.10
Nat. Gas Sep Henry Hub	2.782	2.762	0.72

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	27-JULY-18	26-JULY-18	
SPDR Gold ETF	800.20	800.20	0.00
iShares Silver Trust	10246.51	10246.51	0.00

NAME OF THE ETF	CLOSING		RATIO
	27-JULY-18		
Gold v/s Silver	1223	15.493	78.94
Gold v/s Crude Oil	1223	68.69	17.80

(IN TONS)	LME INVENTORIES DATA			% Change
	27-JULY-18	26-JULY-18	Change	
Aluminum	1200025	1207600	-7575	-0.63
Copper	253525	251950	1575	0.63
Nickel	257502	259332	-1830	-0.71
Lead	127850	127375	475	0.37
Zinc	243100	245725	-2625	-1.07

BASE METALS	CLOSING		% CH
	27-JULY-18	26-JULY-18	
Aluminium Aug	141.20	141.95	-0.53
Copper Aug	425.85	428.90	-0.71
Nickel Aug	946.20	946.80	-0.06
Lead Aug	147.15	148.90	-1.18
Zinc Aug	179.15	179.50	-0.19

ECONOMIC CALENDER

MONDAY JULY 30, 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
5:20 AM	Japan	Retail Sales (YoY) (Jun)	1.8%	1.7%	0.6%
2:30 PM	Eurozone	Business and Consumer Survey (Jul)		112.0	112.3
2:30 PM	Eurozone	Consumer Confidence (Jul)		-0.6	-0.6
5:30 PM	Germany	German CPI (MoM) (Jul)		0.4%	0.1%
5:30 PM	Germany	German CPI (YoY) (Jul)		2.1%	2.1%
7:30 PM	U.S.	Pending Home Sales (MoM) (Jun)		0.4%	-0.5%
7:30 PM	U.S.	Pending Home Sales Index (Jun)			105.9

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