

# Satco Commodities Pvt Ltd.

Daily Report – Sep 16<sup>th</sup> 2016

## Outlook for the day

Spot gold was up 0.2 percent at \$1,316.30 an ounce by 0052 GMT, but was on track to end the week down nearly 1 percent.

Gold prices rebounded early from a near two-week low in the previous session, after disappointing U.S. economic data reduced the chances of an interest rate hike next week, though the metal was still on track for its first weekly loss in three.

U.S. retail sales fell more than expected in August amid weak purchases of automobiles and a range of other goods, pointing to cooling domestic demand. The economic growth outlook also took a hit from other data on Thursday showing a drop in manufacturing output last month. The reports, which extended August's run of weak data, prompted economists to cut their growth estimates for the third quarter.

In a second report, the Fed said manufacturing output fell 0.4 percent in August, reversing July's increase. U.S. weekly jobless claims data showed on Thursday a tightening labor market with subdued layoffs last week, while underlying producer price inflation crept up in August. Chances the U.S. Federal Reserve will raise interest rates in December have shot up in the past month, according to a Reuters poll that showed economists are more convinced a move is on its way despite weak inflation and wage growth.

India's gold imports fell for a seventh straight month in August to \$1.1 billion as sluggish demand and record high discounts prompted banks and refineries to reduce overseas purchases of bullion. Holdings of SPDR Gold Trust, the world's largest gold-backed exchange-traded fund, fell 0.35 percent to 932.23 tons on Thursday.

U.S. West Texas Intermediate futures CLc1 were down 24 cents, or 0.6 percent, at \$43.67 a barrel.

Oil prices fell on worries that U.S. rig counts would continue to rise and that returning Libyan and Nigerian exports would stoke a global supply glut.

"The focus will turn to drilling activity in the U.S., with another rise expected to raise concerns about a recovery in U.S. output," Australian bank ANZ said in a note. Baker Hughes U.S. rig count data for the week to Sept. 16 is due on Friday. WTI prices that have held above \$40 a barrel since the start of August have supported the growth in the number of U.S. rigs. U.S. drillers added seven oil rigs in the week to Sept. 9, bringing the total rig count to 414, the most since February.

Returning supply from Libya and Nigeria will hamper a rebalancing of the global crude market, weighing on sentiment, traders said. Libya is resuming oil exports from some of its main ports which forces loyal to eastern commander Khalifa Haftar seized in recent days and has lifted related "force majeure" contractual clauses, the National Oil Corporation (NOC) said on Thursday.

Commodity	Open	High	Low	Close	Change
Gold	31058	31178	30792	30910	-0.41
Silver	45569	46071	45280	45638	+0.07
Crude oil	2940	2967	2900	2948	+0.34
Aluminum	105.45	106.25	104.10	104.45	-0.81
Cardamom	1210.00	1210.00	1190.00	1119.30	-6.65
Copper	323.00	324.55	321.65	323.30	+0.23
Cpo	562.70	563.00	552.50	556.80	-0.75
Lead	130.50	130.80	128.85	129.75	-0.42
Mentha oil	908.20	912.20	899.10	901.00	-0.83
Natural Gas	194.50	197.00	190.00	195.90	+1.24
Nickel	662.00	665.90	648.20	648.90	-1.53
Zinc	152.10	152.45	148.70	148.80	-1.98

Indices	Close	% Change
Bse	28412.90	+40.66
Nifty	8742.60	+15.95
Nikkei	16478.50	+0.45
Hang Seng	23335.60	+0.63
S & P 500	2147.30	+21.49
Dow Jones	18212.50	+177.71
Nasdaq	5249.70	+75.92
DAX	10431.20	+52.80
FTSE	6730.30	+0.85
Straits	1980.30	-9.08
Shanghai	3002.90	-20.66
CAC40	4373.20	+2.96

### LME Inventory Data

Metal	Date 14/09/2016	Date :15/09/2016
Aluminum	-9250	-625
Copper	-1875	-2275
Lead	0	0
Nickel	+84	NA
Zinc	-1125	-1100

### Currency Levels

Currency	Open	High	Low	Close	Sett.Price
USDINR	67.0025	67.2700	66.9250	67.1275	67.1275
EURINR	75.5100	75.6275	75.2675	75.4350	75.4350
GBPINR	88.7500	89.1675	88.6200	88.8000	88.8000
JPYINR	65.5050	65.7275	65.3775	65.5675	65.5675

### Today's Calls

#### GUARGUM – Oct ( NCDEX )

Buy Around 6964, Target 7369 , SL 6744



## Global Data

Time	Country	Event	Forecast	Previous
All Day	CNY	Bank Holiday		
1:30pm	EUR	Italian Trade Balance	3.67B	4.66B
6:00pm	CAD	Manufacturing Sales m/m	0.60%	0.80%
	CAD	Foreign Securities Purchases	10.12B	9.02B
	USD	CPI m/m	0.10%	0.00%
	USD	Core CPI m/m	0.20%	0.10%
7:30pm	USD	Prelim UoM Consumer Sentiment	91	89.8
	USD	Prelim UoM Inflation Expectations		2.50%

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