

# Daily Commodity Report as on Wednesday, May 17, 2017



"Growth has not limit, keep revising your vision.  
Only when you can dream it, you can do it."





	Open	High	Low	Close	% Cng	OI
<b>Precious Metals</b>						
Gold	28020	28135	28020	28094	0.36	6119
Silver	38621	38775	38580	38744	0.63	19606

<b>Base Metal</b>						
Alum.	122.3	123.65	121.7	123.45	0.98	2487
Copper	360.3	363	359	362.45	0.25	17185
Lead	136	136	133.3	133.45	-2.13	3221
Nickel	589.4	591	580.2	585.6	-0.26	38929
Zinc	164	164	161.3	163.05	-1.00	3751

<b>Energy</b>						
Crude	3160	3164	3115	3123	-0.83	14468
Nat. Gas	215	216	205.9	206.3	-4.05	5077

<b>Spices</b>						
Cardamom	1050.2	1056.2	1049.1	1053.3	-0.14	422
Turmeric	5702	5732	5590	5684	-0.35	15965
Jeera	17950	18180	17800	18140	1.09	16731
Dhaniya	5452	5452	5234	5294	-2.90	56700

<b>Cereals</b>						
Wheat	1625	1629	1623	1626	0.18	20860

<b>Oil and Oilseeds &amp; Others</b>						
Soyabean	2892	2892	2793	2810	-2.06	133290
Ref. Oil	630.5	634	629	631.15	0.17	53050
CPO	506	512	504.1	509.5	0.65	4661
RMSeed	3780	3780	3722	3737	-0.88	68920
Menthol	950.2	960	947	954.4	-0.44	1402
Cotton	21150	21260	21100	21130	-0.38	4186

<b>Currency</b>						
USDINR	64.23	64.26	64.13	64.19	0.00	1194974
EURINR	70.57	71.08	70.53	71.05	0.78	60364
GBPINR	82.98	83.22	82.67	82.81	-0.32	43729
JPYINR	56.61	56.73	56.48	56.51	-0.20	28169

## Market Round up

Gold gained as the U.S. dollar slid amid signs of slowing economic activity in the U.S. and following another controversy from President Donald Trump.

Silver gains as signs of slowing economic activity in the U.S. saw investors temper expectations for more rate hikes by the Federal Reserve.

Crude oil dropped as investors awaited a fresh weekly batch of U.S inventory data amid growing support from energy ministers for prolonged supply cuts to March 2018.

Copper recovered from lows on short covering after prices dropped amid worries about China's slowing economic growth and tighter capital markets in China.

Zinc dropped as China's latest moves to curb shadow banking and risky investment dented the growth outlook in China.

Nickel prices dropped as concern seen with China's growth which took a step back in April after a surprisingly strong start to the year

Natural gas dropped 4% after the latest US weather model called for mild temperatures over the next two weeks.

Ref soyoil prices ended with gains tracking firmness in spot demand despite of oversupply woes.

Mentha oil dropped amid reports that carryover stocks are huge against the current consumption level.

Soyabean prices ended with losses on account of lower demand and arrivals in local mandis spurted as marginal.

1

Turmeic prices dropped tracking weakness in spot demand as demand was lower from industrial buyers.

Jeera prices gained tracking firmness in spot demand on lower arrivals from the producing regions.



### MCX Gold Jun 2017

### TRADING IDEA

OPEN	28020	SUP-2	27968	Gold trading range for the day is 27968-28198.
HIGH	28135	SUP-1	28031	Gold gained as the U.S. dollar slid amid signs of slowing economic activity in the U.S. and following another controversy from President Donald Trump.
LOW	28020	P.P.	28083	The U.S. economy is forecast to expand at a 4.1-percent annualized pace in the second quarter following the release of April figures on housing starts and industrial output.
CLOSE	28094	RES-1	28146	Data showed that the number of housing starts and building permits issued in the U.S. unexpectedly declined in April.
% CNG	0.36	RES-2	28198	BUY GOLD JUN 2017 @ 28140 SL 28000 TGT 28260-28360.MCX



Gold on MCX settled up 0.36% at 28094 as the U.S. dollar slid to the lowest level since November amid signs of slowing economic activity in the U.S. and following another controversy from President Donald Trump. The yellow metal notched a fourth-straight winning session on Monday after rising to its highest since May 4 at \$1,237.40, following the release of underwhelming U.S. manufacturing data. Data showed that the number of housing starts and building permits issued in the U.S. unexpectedly declined in April. The U.S. Commerce Department said that housing starts decreased by 2.6% from the month before to hit 1.172 million units last month. Meanwhile, the number of building permits issued fell 2.5% to a seasonally adjusted 1.229 million units last month from 1.260 million the month before. The disappointing data is the latest in a string of weaker than expected U.S. economic reports which saw investors temper expectations for more rate hikes by the Federal Reserve. Markets are pricing in around a 70% chance of a hike at the Fed's June meeting, according to Fed Rate Monitor Tool, down from more than 80% in previous week. The news added to concerns that Trump will be unable to successfully push through his economic stimulus program in the face of mounting controversies. Technically market is under short covering as market has witnessed drop in open interest by -8.01% to settled at 6119 while prices up 102 rupees, now Gold is getting support at 28031 and below same could see a test of 27968 level, And resistance is now likely to be seen at 28146, a move above could see prices testing 28198.

### MCX Silver Jul 2017

### TRADING IDEA

OPEN	38621	SUP-2	38505	Silver trading range for the day is 38505-38895.
HIGH	38775	SUP-1	38625	Silver gains as signs of slowing economic activity in the U.S. saw investors temper expectations for more rate hikes by the Federal Reserve.
LOW	38580	P.P.	38700	The number of building permits issued fell 2.5% to a seasonally adjusted 1.229 million units last month from 1.260 million the month before.
CLOSE	38744	RES-1	38820	Holdings at ishares silver trust gained by 0.42% i.e. 44.15 tonnes to 10649.70 tonnes from 10605.55 tonnes.
% CNG	0.63	RES-2	38895	BUY SILVER JUL 2017 @ 38750 SL 38550 TGT 38980-39350.MCX



Silver on MCX settled up 0.63% at 38744 as political troubles in the United States dented the dollar while a more upbeat scenario in Europe lifted the euro. The dollar index slipped to the weakest in more than six months after two U.S. officials said President Donald Trump disclosed highly classified information to Russia's foreign minister about a planned Islamic State operation. Investors regarded Trump's difficulties as another obstacle to planned U.S. tax cuts and infrastructure spending which had boosted the dollar in the months following the November election. At the same time, markets were cheered about the outlook for Europe after German Chancellor Angela Merkel and new French President Emmanuel Macron agreed to draw up a roadmap to deepen European Union integration, while economic growth data and German investor morale were strong. The U.S. economy is forecast to expand at a 4.1-percent annualized pace in the second quarter following the release of April figures on housing starts and industrial output, the Atlanta Federal Reserve's GDP Now forecast model showed. U.S. manufacturing production recorded its biggest increase in more than three years in April, bolstering the view that economic growth picked up early in the second quarter despite a surprise decline in homebuilding. Trump asked then-FBI Director James Comey to end the agency's investigation into ties between former White House national security adviser Michael Flynn and Russia, according to a source who has seen a memo written by Comey. Technically market is under fresh buying as market has witnessed gain in open interest by 1.21% to settled at 19606 while prices up 242 rupees, now Silver is getting support at 38625 and below same could see a test of 38505 level, And resistance is now likely to be seen at 38820, a move above could see prices testing 38895.



### MCX Crudeoil May 2017

### TRADING IDEA

OPEN	3160	SUP-2	3085	Crudeoil trading range for the day is 3085-3183.
HIGH	3164	SUP-1	3104	Crude oil dropped as investors awaited a fresh weekly batch of U.S inventory data amid growing support from energy ministers for prolonged supply cuts to March 2018.
LOW	3115	P.P.	3134	Energy ministers from Saudi Arabia and Russia said they would support an extension of the supply-cut agreement into March 2018.
CLOSE	3123	RES-1	3153	U.S. crude oil inventories rose by 882,000 barrels to 523.4 million, compared with expectations for a decrease of 2.4 million barrels, API data showed.
% CNG	-0.83	RES-2	3183	SELL CRUDEOIL MAY 2017 @ 3140 SL 3180 TGT 3110-3080.MCX



Crudeoil on MCX settled down -0.83% at 3123 as investors awaited a fresh weekly batch of U.S inventory data amid growing support from energy ministers for prolonged supply cuts to March 2018. U.S. crude inventories rose 882,000 barrels at the end of last week, the American Petroleum Institute (API) said on Tuesday, compared to a decline of 2.3 million barrels seen and last week's figure that showed a 5.789 million barrels decline. The API estimates are followed by official figures from the Energy Information Administration on Wednesday. Distillate stocks gained 1.79 million barrels and gasoline supplies fell 1.78 million barrels. Supplies at Cushing, Oklahoma, fell by 540,000 barrels. Analysts expected a 1.050 million barrels decline in distillates and an 731,000 barrels dip in gasoline supplies. Saudi Arabia and Russia said they agreed on the need for 1.8 million barrels per day (bpd) crude supply cut to be extended for nine months, until the end of March 2018. Kuwait's oil minister, Essam al-Marzouq, said he supported the Saudi/Russian initiative. Other OPEC states are also expected to back the move at a meeting in Vienna on May 25. The global oil market is rebalancing and the pace at which supply and demand are falling into line is picking up, even if inventories still fail to reflect the impact of OPEC supply cuts, the International Energy Agency said. In its monthly report, the IEA kept its global demand growth forecast for 2017 unchanged at 1.3 million barrels per day (bpd), because of slowdowns in previously robust consumer countries such as the United States, Germany and Turkey. Technically now Crudeoil is getting support at 3104 and below same could see a test of 3085 level, And resistance is now likely to be seen at 3153, a move above could see prices testing 3183.

### MCX Copper Jun 2017

### TRADING IDEA

OPEN	360.3	SUP-2	357.5	Copper trading range for the day is 357.5-365.5.
HIGH	363.0	SUP-1	360.0	Copper recovered from lows on short covering after prices dropped amid worries about China's slowing economic growth and tighter capital markets in China.
LOW	359.0	P.P.	361.5	China's growth took a step back in April after a surprisingly strong start to the year.
CLOSE	362.5	RES-1	364.0	The chief executive of Freeport-McMoRan said demand for copper remains strong, with Europe and North America showing steady improvement.
% CNG	0.25	RES-2	365.5	SELL COPPER JUN 2017 @ 364.00 SL 367.50 TGT 361.50-358.00.MCX



Copper on MCX settled up 0.25% at 362.45 recovering from lows on short covering after prices dropped amid worries about China's slowing economic growth and tighter capital markets in China. China's latest moves to curb shadow banking and risky investment dented the growth outlook in the world's top metals consumer. China's banking regulator tightened disclosure rules on lenders' wealth management products. Separately, the China Banking Regulatory Commission unveiled plans to publish a flurry of regulations later this year to control financial risks. China's growth is set for its weakest patch since the global financial crisis as authorities pull back on stimulus. After clocking 6.9 percent in the first quarter thanks to spending on infrastructure and a property boom that policymakers want to rein in, analysts surveyed by Reuters reckon 2017 economic growth will just about make Beijing's target of 6.5 percent as it slows over the rest of the year. China accounts for nearly half the world's demand for copper, widely used in construction and infrastructure. China's refined copper cathode output is expected to slow further in 2017. China's copper smelting and refining capacity will increase to 7.70 million tonnes and 11.40 million tonnes, respectively, in 2017. Technically market is under fresh buying as market has witnessed gain in open interest by 1.03% to settled at 17185 while prices up 0.9 rupees, now Copper is getting support at 360 and below same could see a test of 357.5 level, And resistance is now likely to be seen at 364, a move above could see prices testing 365.5.



### MCX Zinc May 2017

### TRADING IDEA

OPEN	164.0	SUP-2	160.1	Zinc trading range for the day is 160.1-165.5.
HIGH	164.0	SUP-1	161.6	Zinc dropped as China's latest moves to curb shadow banking and risky investment dented the growth outlook in China.
LOW	161.3	P.P.	162.8	China's growth is set for its weakest patch since the global financial crisis as authorities pull back on the stimulus.
CLOSE	163.1	RES-1	164.3	China's property resale market cooled a notch in April due to intensified government curbs.
% CNG	-1.00	RES-2	165.5	SELL ZINC MAY 2017 @ 164.50 SL 166.00 TGT 163.40-162.50.MCX



Zinc on MCX settled down -1% at 163.05 as China's latest moves to curb shadow banking and risky investment dented the growth outlook in China. After clocking 6.9 percent in the first quarter thanks to spending on infrastructure and a property boom that policymakers want to rein in, analysts surveyed by Reuters reckon 2017 economic growth will just about make Beijing's target of 6.5 percent as it slows over the rest of the year. China's growth is set for its weakest patch since the global financial crisis as authorities pull back on stimulus. China's banking regulator tightened disclosure rules on lenders' wealth management products. Separately, the China Banking Regulatory Commission unveiled plans to publish a flurry of regulations later this year to control financial risks. Continuous inflows of imported zinc arrived in Shanghai in the week, consisting of Spanish and Indian brands. Arriving shipments are expected to be nearly 10,000 tonnes. Inflows of imported zinc in the market weighed down spot premiums of domestic brands in Shanghai market. Spot premiums of domestic zinc narrowed from 300 yuan per tonne from late April to 250 yuan per tonne. China's refined zinc production fell to 413,000 tonnes in April 2017, a drop of 3.95% month-on-month and 5.92% year-on-year. Total refined zinc output in the first four months of the year was 1.711 million tonnes, a fall of 1.84% on a yearly basis. Lower zinc prices and domestic zinc concentrate TCs ate into profit at domestic zinc smelters. Technically market is under fresh selling as market has witnessed gain in open interest by 8.38% to settled at 3751, now Zinc is getting support at 161.6 and below same could see a test of 160.1 level, And resistance is now likely to be seen at 164.3, a move above could see prices testing 165.5.

### MCX Nickel May 2017

### TRADING IDEA

OPEN	589.4	SUP-2	574.8	Nickel trading range for the day is 574.8-596.4.
HIGH	591.0	SUP-1	580.2	Nickel prices dropped as concern seen with China's growth which took a step back in April after a surprisingly strong start to the year
LOW	580.2	P.P.	585.6	Philippine nickel miners are looking for a strong rebound in nickel production this year with newly appointed Environment Secretary.
CLOSE	585.6	RES-1	591.0	China's growth is set for its weakest patch since the global financial crisis as authorities pull back on the stimulus
% CNG	-0.26	RES-2	596.4	SELL NICKEL MAY 2017 @ 595.00 SL 604.00 TGT 584.00-578.00.MCX



Nickel on MCX settled down -0.26% at 585.60 as pressure seen after China's latest moves to curb shadow banking and risky investment dented the growth outlook in the world's top metals consumer. Late on Monday, China's banking regulator tightened disclosure rules on lenders' WMPs. Separately, the China Banking Regulatory Commission (CBRC) unveiled plans to publish a flurry of regulations later this year to control financial risks. LME Nickel prices dropped 1.6 percent to \$9,085 a tonne on the speculation that China's growth is set for its weakest patch since the global financial crisis as authorities pull back on the stimulus that helped the economy get off to an unexpectedly strong start this year, and keep funds tight to deter risky lending. Meanwhile Steelmaking ingredients zinc and nickel were pressured by recent falls in Shanghai rebar steel, which has been hit by concerns over plentiful supply and slow demand growth in China. With the focus on the supply side, not much attention is being paid to other fundamentals. Right now a pullback in the US dollar is lending support to most dollar-denominated commodities. But, base metals have been somewhat immune even as the ICE US Dollar Index fell to a six-month low. Nickel in particular is shrugging off the greenback's decline with the focus remaining on the Philippines. According to the news agency Philippine nickel miners are looking for a strong rebound in nickel production this year with newly appointed Environment Secretary Roy A. Cimatu signaling openness to allow shuttered mines to resume operations after a review. Now technically market is getting support at 580.2 and below same could see a test of 574.8 level, And resistance is now likely to be seen at 591, a move above could see prices testing 596.4.



### NCDEX Jeera Jun 2017

### TRADING IDEA

OPEN	17950	SUP-2	17660	Jeera trading range for the day is 17660-18420.
HIGH	18180	SUP-1	17900	Jeera prices gained tracking firmness in spot demand on lower arrivals from the producing regions.
LOW	17800	P.P.	18040	Sources estimate India's jeera crop output will be around 2.5 lakh tonnes, lower than the 3.75 to 5 lakh-tonne estimated.
CLOSE	18140	RES-1	18280	NCDEX accredited warehouses jeera stocks gained by 297 tonnes to 2473 tonnes.
% CNG	1.09	RES-2	18420	SELL JEERA JUN 2017 @ 18200 SL 18350 TGT 18000-17850.NCDEX



Jeera on NCDEX settled up by 1.09% at 18140 tracking firmness in spot demand on lower arrivals from the producing regions. The arrivals have now slowed down in the physical market so as off take. As per data, about 4,316 tonnes of jeera arrived in May (1-14) compared to 17,494 in April (1-14). On the export front, country the exports increase by 29.6% to 1,08,513 tonnes in first 11 month of marketing year 2016/17 as per the data release by Dept of commerce, GOI. The stock levels in the NCDEX warehouse increase to 2,176 tonnes, up by 125% in last 15 days. On 1st May, the stocks was only 964 tonnes. Sources estimate India's jeera crop output will be around 2.5 lakh tonnes, lower than the 3.75 to 5 lakh-tonne estimated. Even at the lower crop estimate, jeera exports are projected to range between 100,000-150,000 tonnes, for the year. Exports will happen in spite of higher prices because there is no supplier of jeera available globally. Syria has a significant share at 30,000-40,000 tonnes, while Turkey is very small at 10,000 tonnes. Industry players are expecting exports will cross 120,000 tonnes this year against 94,352 tonnes a year ago. In Unjha, a key spot market in Gujarat, jeera edged up by 3.1 Rupees to end at 18423.1 Rupees per 100 kg. Technically market is under fresh buying as market has witnessed gain in open interest by 0.11% to settled at 16731 while prices up 195 rupees, now Jeera is getting support at 17900 and below same could see a test of 17660 level, And resistance is now likely to be seen at 18280, a move above could see prices testing 18420.

### NCDEX Turmeric Jun 2017

### TRADING IDEA

OPEN	5702	SUP-2	5526	Turmeric trading range for the day is 5526-5810.
HIGH	5732	SUP-1	5604	Turmeric prices dropped tracking weakness in spot demand as demand was lower from industrial buyers.
LOW	5590	P.P.	5668	Andhra Pradesh government projected 2016-17 turmeric crop at 155,000 ton up from 121,000 ton in the previous year.
CLOSE	5684	RES-1	5746	NCDEX accredited warehouses turmeric stocks gained by 239 tonnes to 5625 tonnes.
% CNG	-0.35	RES-2	5810	SELL TURMERIC JUN 2017 @ 5750 SL 5850 TGT 5660-5550.NCDEX



Turmeric on NCDEX settled down by -0.35% at 5684 tracking weakness in spot demand as demand was lower from industrial buyers. Turmeric arrivals in the country are lower in first 14 days of May at 28,212 tonnes compared to 69,452 tonnes during April (1-14), as per the data. The lower arrivals are due to poor realization by the farmers. On the export front, country exported about 97,596 tonnes during April-Feb period, up by 26.6% compared to last year exports of 77,087 tonnes, as per government data. There are expectations of improved demand in coming weeks as prices are lower. Andhra Pradesh government projected 2016-17 turmeric crop at 155,000 ton up from 121,000 ton in the previous year. According to traders 2016-17 output is seen at 7.5 million bags of 70 kg each and with over stock of nearly 3 million bags total availability is expected around 10.5 million bags. As against this, domestic demand is estimated at 5.5 million bags and export at 2.2 million bags. The price of the spot turmeric improved. At the Erode Turmeric Merchants Association Sales yard, the finger turmeric sold at Rs. 5,855 to Rs. 7,479 a quintal, root variety sold at Rs. 5211 to Rs. 6255 a quintal. At the Regulated Marketing Committee, the finger turmeric sold at Rs. 5,699 to Rs. 6599 a quintal, root variety sold at Rs. 5,199 to Rs. 6,029 a quintal. In Nizamabad, a major spot market in AP, the price ended at 5566.65 Rupees gained 6.65 Rupees. Technically market is under long liquidation as market has witnessed drop in open interest by -4.03% to settled at 15965 while prices down -20 rupees, now Turmeric is getting support at 5604 and below same could see a test of 5526 level, And resistance is now likely to be seen at 5746, a move above could see prices testing 5810.



### MCX Menthaoil May 2017

### TRADING IDEA

OPEN	950.2	SUP-2	940.8	Menthaoil trading range for the day is 940.8-966.8.
HIGH	960.0	SUP-1	947.6	Mentha oil spot at Sambhal closed at 1072.00 per 1kg. Spot prices was up by Rs.3.20/-.
LOW	947.0	P.P.	953.8	Mentha oil dropped amid reports that carryover stocks are huge against the current consumption level.
CLOSE	954.4	RES-1	960.6	As per sources, local demand is moderate from both the local industries as well as stockists.
% CNG	-0.44	RES-2	966.8	SELL MENTHAOIL MAY 2017 @ 948.00 SL 958.00 TGT 938.00-930.00.MCX



Mentha oil on MCX settled down by -0.44% at 954.4 amid reports that carryover stocks are huge against the current consumption level. As per sources, local demand is moderate from both the local industries as well as stockists. The arrivals have slightly increased in the major spot markets of Uttar Pradesh, to meet the existing demand for the produce. Also in recent years the production and consumption of synthetic mentha has increased which has impacted the demand of natural mentha. As on now stock positions of Mentha in MCX accredited warehouses were around 4499 drums, while in process were 24 drums, both are 24 drums more in comparison to the previous day. Short term outlook remain weak as first of all prices are trading below 980 level mark while the huge carryover stock of mentha oil and also prices trading with weakness leading to a glut with synthetic mint oil garnering larger share of the market. Sentimental weakness will continue for mentha demand as the key consumption sector (Tobacco products) is witnessing slow down in demand. Prices had been under pressure since March after Yogi Adityanath, the Chief Minister of Uttar Pradesh, has banned paan chewing and gutka or tobacco in all government offices in the state. Mentha oil spot at Sambhal closed at 1072.00 per 1kg. Spot prices was up by Rs.3.20/-. Technically market is under fresh selling as market has witnessed gain in open interest by 2.41% to settled at 1402 while prices down -4.2 rupees, now Menthaoil is getting support at 947.6 and below same could see a test of 940.8 level, And resistance is now likely to be seen at 960.6, a move above could see prices testing 966.8.

### DAILY MARKET LEVEL FOR METAL AND ENERGY

COMMODITIES	GOLD	SILVER	CRUDE	NAT.GAS	COPPER	ZINC	NICKEL	ALUMINUM	LEAD
<b>CLOSE</b>	<b>28094</b>	<b>38744</b>	<b>3123</b>	<b>206.3</b>	<b>362.45</b>	<b>163.05</b>	<b>585.6</b>	<b>123.45</b>	<b>133.5</b>
	28261	39015	3202	223.0	368.0	167.0	601.8	126.0	138.0
<b>RESISTANCE</b>	28198	38895	3183	219.5	365.5	165.5	596.4	124.8	137.0
	28146	38820	3153	212.9	364.0	164.3	591.0	124.1	135.3
<b>P. POINT</b>	<b>28083</b>	<b>38700</b>	<b>3134</b>	<b>209.4</b>	<b>361.5</b>	<b>162.8</b>	<b>585.6</b>	<b>122.9</b>	<b>134.3</b>
	28031	38625	3104	202.8	360.0	161.6	580.2	122.2	132.6
<b>SUPPORT</b>	27968	38505	3085	199.3	357.5	160.1	574.8	121.0	131.6
	27916	38430	3055	192.7	356.0	158.9	569.4	120.3	129.9
<b>OI</b>	<b>6119</b>	<b>19606</b>	<b>14468</b>	<b>5077</b>	<b>17185</b>	<b>3751</b>	<b>38929</b>	<b>2487</b>	<b>3221</b>
<b>TREND</b>	Positive	Positive	Negative	Negative	Positive	Negative	Negative	Positive	Negative
<b>SPREAD</b>	<b>193</b>	<b>433</b>	<b>35.00</b>	<b>6.20</b>	<b>3.85</b>	<b>0.60</b>	<b>6.10</b>	<b>-0.20</b>	<b>0.4</b>



## NEWS YOU CAN USE

The Bank of England made no changes to monetary policy at the outcome of its meeting and predicted that inflation will be higher than expected three months ago. The Monetary Policy Committee voted 7-1 to keep rates on hold at a record low of 0.25%, in line with economists' expectations. Kristin Forbes, who is due to leave the BoE in June, cast the sole vote in favor of raising borrowing costs to 0.5%. The other seven members of the MPC opted to keep rates at 0.25%, signaling no rush to raise rates. The committee voted unanimously to make no changes to its bond-buying stimulus program, in line with economists' expectations. The MPC was one member short, with Charlotte Hogg still to be replaced after resigning last month following her failure to disclose that her brother works for Barclays, which is regulated by the BoE. The bank trimmed its forecast for growth for this year, saying it now expected economic growth of 1.9%, down from 2.0% three months ago. It raised its growth forecast for 2018 to 1.7% up from 1.6% in February. The bank said that inflation will be higher than previously expected, peaking at 2.8% this autumn.

The International Energy Agency will review its electric vehicle (EV) use and oil demand forecasts after India and China recently signaled new policies in favor of electric cars and vehicles using other alternatives to gasoline. In its current policies scenario, last updated in November 2016, the IEA expects vehicle demand for oil to rise until 2040. But after the world's two fastest growing oil markets, China and India, indicated they are likely to take radical turns away from gasoline, the IEA says it will need to review its forecasts. "We will therefore revisit our analysis of future EV market penetration on the basis of these new announcements for the next World Energy Outlook 2017, to be released on 14 November," an IEA spokesman told Reuters. In its "road map", released in April, China said it wants alternative fuel vehicles to account for at least one-fifth of a projected 35 million annual vehicle sales by 2025. India is considering even more radical action, with an influential government think-tank drafting a report in support of electrifying all vehicles in the country by 2032, according to government and industry sources. "There has been further policy momentum in support of electric cars, in particular from China and India," the IEA said.

India's only private weather agency warned against "irrational exuberance" after a state forecast flagged heavier-than-expected monsoon rains and the stocks of companies dependent on the farm economy shot ahead a second straight day. The Indian Meteorological Department (IMD) told late on Tuesday that the June-September monsoon season - critical for the half of the country's farmland that is not irrigated - was likely to bring more rain than its previous forecast as concerns over the El Nino weather condition had eased. Indian shares have been on a record-breaking spree since, but privately held Skymet said it was sticking to its forecast of below-normal monsoon rains. "I am cautiously optimistic but I need more data - which will come between a week and 10 days - to take a better call," Skymet CEO Jatin Singh told. "The El Nino forecast has become volatile, (and) next week it might go up again. We will have to see it week by week." El Nino, a warming of ocean surface temperatures in the eastern and central Pacific, typically occurs every few years and is linked to crop damage, fires and flash floods.

DAY	TIME	ZONE	ECONOMICAL DATA	EXP	PREV
	1:30pm	EUR	Italian Trade Balance	1.97B	1.88B
	2:30pm	EUR	Final CPI y/y	0.019	0.019
	2:30pm	EUR	Final Core CPI y/y	0.012	0.012
	Tentative	EUR	German 30-y Bond Auction		0.87 1.2
	8:00pm	USD	Crude Oil Inventories	-2.5M	-5.2M

Wed

Bank of Japan board member Yutaka Harada said the central bank must be "very careful" about exiting from its ultra-loose monetary policy, warning of the dangers of jumping on what could be temporary improvements in the job market. Harada, who is among the strongest advocates of aggressive monetary easing in the BOJ's nine-member board, brushed aside criticism that prolonged, unconventional stimulus steps could distort financial markets and hurt Japan's banking industry. "There might be a cost of delaying an exit. At the same time, there is a cost for an urgent exit" from ultra-loose monetary policy, Harada said in a seminar. The remarks came after BOJ Governor Haruhiko Kuroda told parliament that the central bank will consider publicizing calculations on how a future withdrawal of stimulus could affect the central bank's financial health. It was the first time that Kuroda, who until now had shrugged off as premature any debate over an exit strategy for the BOJ's radical stimulus program, has signaled the chance of offering such information to the public. Harada said policymakers must take time gauging the price trend because inflation rates fluctuate on various factors, including temporary shocks such as a plunge in energy costs.

Chinese farmers are expected to sow 35.84 million hectares of corn this year, down 2.5 percent from last year, the agriculture ministry said, as Beijing looks to boost alternative crops to reduce its corn glut. In its first estimate for the 2017 crop, the ministry said China is expected to produce 213.19 million tonnes of corn, down 2.9 percent from a year ago. The planting forecast in the monthly report on Chinese Agricultural Supply and Demand Estimates (CASDE) shows a smaller percentage decline than predicted by China's National Bureau of Statistics last month. The bureau forecast China's planned corn acreage would fall by 4 percent this year, based on a survey of 110,000 Chinese farmers. Beijing is sitting on close to 250 million tonnes of corn, equal to more than a year of consumption, after a near decade-long stockpiling system. The glut prompted Beijing to include cutting corn areas and raising soybean planting in a five-year government plan issued last year. The CASDE report said soybean imports by China, the world's top buyer of the oilseed, were expected to jump 4.2 percent from last year to 93.16 million tonnes, as hog production recovers and demand for soymeal increases.



## Achievers Commercial Private Limited.

### HEAD OFFICE

32/A, DIAMOND HARBOUR ROAD, SAKHERBAZAR, KOLKATA-700008

WEST BENGAL, INDIA

PHONE:033 2445 6442 | FAX: 033 2407 5408

EMAIL ID: [info@achieversequitiesltd.com](mailto:info@achieversequitiesltd.com)

### Disclaimer :

The calls made herein are for informational purpose and report contains only the viewpoints. We make no representation or warranty regarding the correctness, accuracy or completeness of any information, and are not responsible for errors of any kind though the information obtained from the sources, which is believed to be reliable. The information contained herein is strictly confidential and is meant for the intended recipients. Any alteration, transmission, photocopied distribution in part or in whole or reproduction of any form of the information without prior consent of Achievers Commercial Private Limited is prohibited. The information and data are derived from the source that are deemed to be reliable the above calls are based on the theory of Technical Analysis. Neither the company nor its employee is responsible for the trading Profit and/or loss arising to the traders. The commodities and derivatives discussed and opinions expressed in our reports, analysis and other services may not be suitable for all investors falling under different jurisdictions. All futures trading entail significant risk, which should be fully understood prior to trading. Consult your Investment Advisor / Broker before making any decision. [www.achieversequitiesltd.com](http://www.achieversequitiesltd.com)