



PRECIOUS METALS

PRECIOUS METALS MARKET WATCH

Precious Metals	Contract	Open	High	Low	Close	Change	% Chng
MCX Gold Rs.	APR7	30350	30714	30165	30187	-75	-0.25
COMEX Gold \$	APR7	1343.1	1349.3	1322.8	1329.5	-7	-0.52
MCX Silver Rs.	MAR7	38712	39114	38310	38338	-215	-0.56
COMEX Silver \$	MAR7	16.59	16.73	16.59	16.69	0.11	0.66

LONDON FIXING

	A.M. FIXING	P.M. FIXING
Gold	1344.65	1331.4
Silver Fix AM		

US \$ INDEX

	Close	% Change
US \$ INDEX	89.55	0.03

ETF HOLDINGS AS ON PREVIOUS CLOSE

ETF	In tonnes	Change
SPDR Holding	829.27	-12.08
iShares Holding	9767.91	00.00

FOREX MARKET WATCH

Currency	Open	High	Low	Close	Change	% Chng
USD/INR	64.36	64.41	64.11	64.24	0.09	0.14
USD/JPY	109.11	109.67	108.47	109.12	0.46	0.42
EUR/USD	1.24	1.24	1.23	1.24	0	0.08

FUNDAMENTAL OUTLOOK

Precious metals are trading higher on COMEX today. We expect prices to trade higher for the day as investors resorted to bargain hunting after the yellow metal's sharp decline of over 1 percent to its lowest in more than three weeks in the previous session.

MARKET ROUNDUP

Precious metals prices fell 1 percent to a 2-1/2-week low on Tuesday, as investors focused on expectations for higher U.S. interest rates, even as U.S. stock markets swung wildly in both directions a day after the Dow and S&P 500 indexes tumbled.

IN FOCUS

- SPDR Gold Trust GLD, the world's largest gold-backed exchange-traded fund, said its holdings stood at 829.27 down 12.08 tonnes, from previous business day.
- Holdings of the largest silver-backed exchange-traded-fund (ETF), New York's iShares Silver Trust SLV, stood at 9767.91 tonnes, remain unchanged from previous business day.

BASE METALS

BASE METALS MARKET WATCH

Base Metals	Contract	Open	High	Low	Close	Change	% Chng
MCX Copper Rs.	Feb-08	455.8	457.1	451.2	452.85	-3.45	-0.76
LME Copper \$	3M	7100	7098	7076	7076	-93	-1.3
MCX Zinc Rs.	Feb-07	228.65	228.65	223.45	223.85	-3.9	-1.71
LME Zinc \$	3M	3478	3473	3457	3457	-91	-2.56
MCX Nickel Rs.	Feb-07	871.2	871.2	852.5	855.3	-22.5	-2.56
LME Nickel \$	3M	13400	13425	13380	13385	-360	-2.62
MCX Lead Rs.	Feb-07	169.8	169.8	167.05	167.9	-2.2	-1.29
LME Lead \$	3M	2600	2621	2592.5	2621	-26	-0.98
MCX Aluminum	Feb-07	140.7	141.15	139.2	139.3	-2.1	-1.49
LME Aluminum	3M	2195	2194.5	2170	2170	-41	-1.85

SHANGHAI MARKET WATCH

INDICES

Metals	Close	Change	%Chng	Index	Close	Change
Aluminum	14165	-75	-0.53	Baltic Dry Index	1095	13
Copper	52630	-90	-0.17	CRB Index	3050.41	-13.88
Zinc	26520	-155	-0.58	DJ Commodity	-	-

LME WAREHOUSE STOCK

INDICES

Metals	Prev.	Net	Total	Metals	L/W*	C/W*	Change
Copper	304000	-6175	297825	Copper	239600	58225	-5775
Zinc	167450	-1400	166050	Zinc	83700	82350	13250
Nickel	350652	-1176	349476	Nickel	249948	99528	-240
Lead	131125	-950	130175	Lead	77525	52650	-950
Aluminium	1075050	-8825	1066225	Aluminium	841550	224675	-6600

FUNDAMENTAL OUTLOOK

Industrial metals are trading higher on International bourses today. We expect prices to trade range bound to higher for the day as global equities bounced back after days of sharp falls.

MARKET ROUNDUP

Industrial metals prices fell on Tuesday as global stock markets plunged for a fourth day, prompting investors to cut exposure to riskier assets and strengthening the dollar.

IN FOCUS

- Freeport-McMoRan Inc reinstated its cash dividend on Tuesday, three years after suspending it, reflecting a stronger financial position, improved market conditions and a positive outlook for cash generation. Freeport, the world's biggest publicly listed copper producer, declared a quarterly dividend of 5 cents a share.
- International mining companies operating in Democratic Republic of Congo are mounting a coordinated campaign against a new mining code they say will stifle investment there, Randgold's chief executive told Reuters. Mark Bristow said he expects the DRC government to agree to amend the code, which the Senate passed last month and raises royalties on metals such as copper, gold and cobalt as well as taxes on the companies themselves.



ENERGY

ENERGY MARKET WATCH

Energy	Contract	Open	High	Low	Close	Change	% Chng
MCX Crude	FEB-07	4094	4140	4065	4099	-4	-0.1
NYM Crude	MAR-07	63.43	64.29	63.12	63.39	-0.76	-1.18
MCX Natgas	FEB-07	179.3	179.7	174.5	176.7	-0.4	-0.23
NYM Natgas	MAR-07	2.77	2.79	2.7	2.76	0.01	0.44

INDICES

EXCHANGE VOLUME

Index	Close	Change	Exchange	Volume (in crores)
Dirty Tanker Index	648	-6	MCX	26376.67
Clear Tanker Index	615	9	NCDEX	3715.97

ENERGY INDICATORS

Date	Time	Energy Data	Country	Prior	Consensus	Actual
07-Feb	8.00pm	Crude Stock	U.S.	6.776	3.189	
07-Feb	8.00pm	Gasoline Stock	U.S.	-1.98	0.459	
07-Feb	8.00pm	Distillate Stock	U.S.	-1.94	-1.419	
07-Feb	8.00pm	Refinery Utilisation	U.S.	-2.8		
07-Feb	8.00pm	Stocks at Cushing Oklahoma	U.S.	-2.224		
07-Feb	8.00pm	Natural Gas Inventory	U.S.	-99		

FUNDAMENTAL OUTLOOK

Crude oil is trading higher on NYMEX today. We expect prices to trade range bound to higher for the day, amid a share market recovery and supported by a report that U.S. crude inventories fell last week, although analysts warned that soaring U.S. output and a seasonal demand drop could soon weigh on crude.

MARKET ROUNDUP

Oil prices fell for a third day on Tuesday as the U.S. dollar rose to its highest in more than a week in the wake of a sharp sell-off early this week on Wall Street and other stock markets.

IN FOCUS

- Russia's energy minister and senior executives from Russian oil majors discussed the quality of Russian oil on Tuesday, a day after Reuters reported some European refiners are threatening to cut purchases due to worsening quality.
- U.S. oil production is expected to surpass 11 million barrels per day in late 2018, a year earlier than projected last month, the U.S. Energy Information Administration said on Tuesday. Domestic crude oil production in 2018 is also expected to rise by more than previously projected, the agency said in its monthly short-term energy outlook.
- Venezuela's crude sales to the United States, an ideological foe that remains one of its most important oil customers, were up 21 percent in January compared to December but sharply below year-earlier levels, according to Thomson Reuters Trade Flows data.

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