



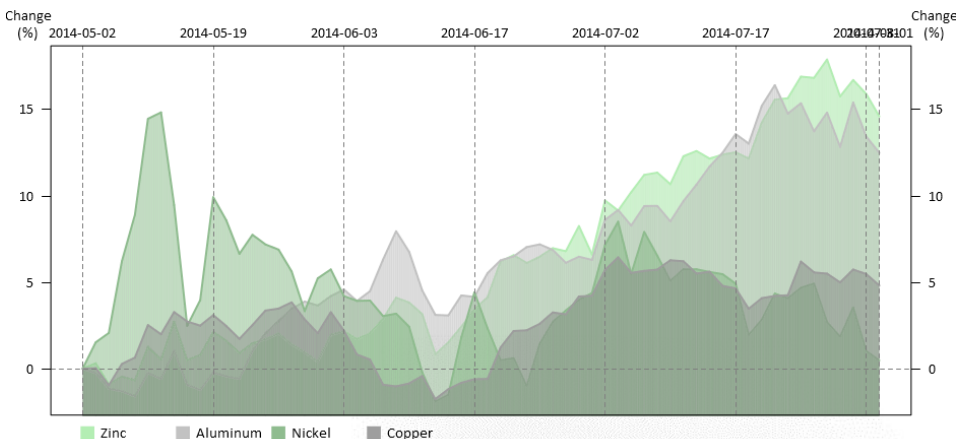
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04/08/2014



Weekly Commodity Overview

Industrial Metals finish lower in the Week ending 1st August



Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Aluminum	-1.09	3.58	12.5	17.83	12.61	0
Copper	-0.72	-0.85	4.81	-0.34	1.2	0
Nickel	-4.24	-6.24	0.48	31.62	34.22	0
Zinc	-1.91	4.44	14.61	19.25	28.29	0

Changes in LME inventories(%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Aluminum	0.99	-2.06	-7.21	-8.51	-9.46	-9.31
Copper	-4.19	-6.75	-36.38	-53.52	-75.84	-76.06
Nickel	1.75	4.01	13.63	19.17	55.01	55.45
Zinc	0.21	-1.72	-14.66	-23.31	-37.91	-37.32

Industrial Metals Long-Term Price Forecasts (USD)												
	Q3 14			Q4 14			Q1 15			Q2 15		
	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg
Copper	5 750	8 762	6 925.71	5 750	8 487	6 942.03	6 200	8 500	6 913.52	6 175	8 300	6 963.96
Zinc	1 750	2 403	2 089.32	1 600	2 447	2 129.14	1 640	2 469	2 145.38	1 760	2 535	2 215.62
Aluminum	1 630	2 271	1 862.62	1 500	2 215	1 905.76	1 540	2 049	1 909.09	1 610	2 102	1 932.32
Nickel	13 800	21 491	17 561.75	13 330	22 000	17 906.43	13 000	24 000	18 938.48	13 580	25 000	19 460.43

Aluminum inched 1.1% lower in the week ending 1st August, down from its Monday's high at 2009.75. Strong demand for cars has enabled Alcoa, the world's third largest aluminum producer, to initiate a \$300 million expansion at its Davenport's facility. Aluminum declined on Friday to close the session at \$1,969 a ton.

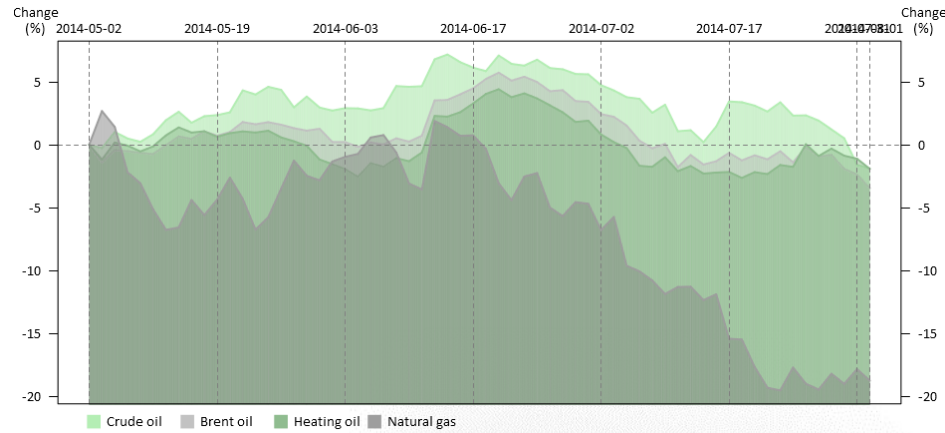
Copper finished the week 0.7% down, offsetting better than expected Chinese manufacturing data released on Friday. The manufacturing purchasing manager's index climbed to 51.7 in July, the highest level in two years. In addition, copper premium in Europe plummeted to 15-month low on 1st August on vague summer demand, while copper for immediate delivery on London Metal Exchange finished at \$7078 a ton. As concerns the LME inventories, copper for immediate delivery dropped to their lowest in eight years.

Nickel posted the biggest decline among the four industrial metals, closing the week at \$18,344. Even though banks are revising their nickel price targets due to the ore export ban in Indonesia, a monthly report of AME Group research revealed that the excessive inventory levels counter the supposedly tightening nickel market.

Zinc reversed its gains in the week ending July 25 despite the deficit in the its supply. However, the light metal is 4% up on month amid such factors as improving macroeconomic outlook, foreseen supply deficit and decreasing inventories. Zinc ended the last week at \$2342, down from its weekly high at \$2409.25 on 27 July.

S&P GSCI Industry Metals Index	%
Weekly	-1.42
Monthly	0.15
3 Months	6.98
6 Months	7.85
12 Months	5.55

Energy Futures trade strongly in the red zone amid global Supply Concerns



WTI oil capped its worst monthly drop in years after falling to its lowest level in four months amid tumbling stock markets and escalating political tensions. Moreover, CVR Refining LP announced that its Kansas refinery will be closed longer than initially pushing lower the oil demand.

In the meantime, **Brent Oil** plunged to \$104.84 on Friday for a weekly decline of 3.3% as rising concerns over global supply were offset by growing tensions in the Middle East and North Africa.

The EIA data showed that U.S. crude stocks dropped as much as 3.7 million barrels, while analysts had forecasted a decline of 1.5 million barrels.

Natural gas prices rose sharply on Thursday, as U.S. Energy Information Administration reported that natural gas inventories in the U.S. advanced by 88 billion cubic feet, missing the analyst estimate of 93 billion cubic feet. In addition, the EIA said that natural gas stocks have fallen below their five-year average. However, the commodity's price fell on Friday to \$3.79, snapping part of the gains and sending the commodity for a 0.3% weekly gain, as colder than usual weather conditions prompted households to cut back on the air conditioning.

Heating oil futures erased 2.7% on month, while August heating oil settled 40 cents lower at \$2.89 a gallon. Distillate fuel inventories, which include heating oil and diesel, climbed 0.6% in the week ended July 25, while distillate fuel production tumbled last week averaging around 5 million b/d.

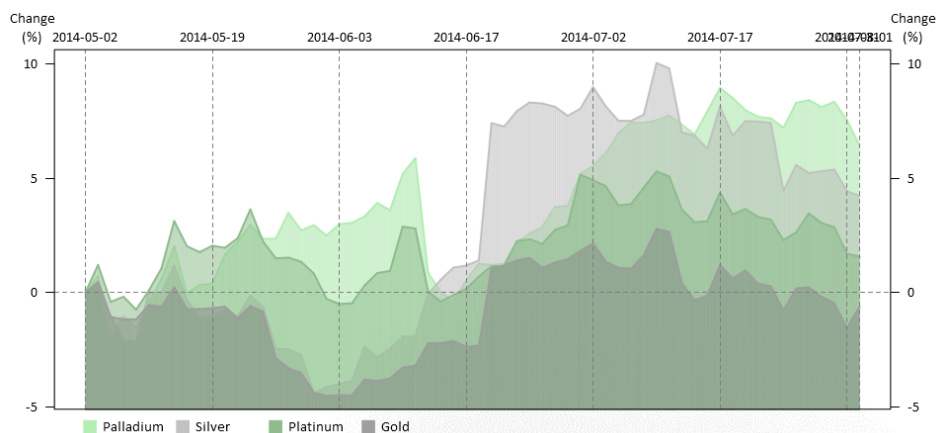
Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Crude oil	-4.12	-6.32	-1.88	0.4	-6.81	-9.28
Brent oil	-3.28	-5.75	-3.45	-1.47	-2.66	-4.29
Natural gas	0.29	-12.83	-18.74	-23.16	10.21	12.13
Heating oil	-1.96	-2.72	-1.92	-4.37	-6.18	-7.44

Changes in U.S. inventories (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Crude oil	-1	-5.34	-8.01	2.72	0.75	0.87
Gasoline	0.17	1.52	3.15	-6.91	-2.34	-2
Natural Gas	3.97	26.13	135.17	5.58	-18.91	-17.19
Distillate Fuel	0.63	5.11	10.72	9.1	0.58	0.21

Energy Futures Long-Term Price Forecasts (USD)												
	Q3 14			Q4 14			Q1 15			Q2 15		
	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg
Crude oil	80	115	100.61	70	120	98.27	85	118	100.7	85	108	98.74
Natural gas	39	65.1	52.7	54	70.1	62.6	59	65	62	52	58	55
Heating oil	3	300	235.6	3	305	224	3	300	222.25	3	295	211
Brent oil	90	124	107.24	85	128	105.41	85	124	106.52	85	115	104.41

S&P GSCI Energy Index	%
Weekly	-1.58
Monthly	-8.27
3 Months	-21.03
6 Months	-6.6
12 Months	-12.08

Precious Metals End Lower amid improving economic growth prospects



Gold was depreciating over the last week touching 1,282.8 on Thursday, the lowest level since June 19. However, the precious metal managed to snap some of its losses on Friday when it closed the session at \$1294.8 after markets absorbed worse than expected data on American labor market which added less than forecast workers. In addition, analysts say investors have turned bullish on gold with growing tensions in the Middle East and Ukraine. Gold has been under selling pressure in the last weeks on speculation the Fed would increase the interest sooner than expected. In addition, China's HSBC final manufacturing PMI slipped to 51.7 last month, which was worse than expected, also put pressure on the commodity.

Silver for September delivery lost 0.2% on week to close the week at \$20.37, after having touched \$20.24 earlier in the session. According to CFTC net silver longs totaled 41,699 in the week ending 1st August, slightly lower than net longs of 46,221 contracts in the previous week.

Platinum and Palladium closed the week lower at \$1463 and \$864.55, respectively, with palladium falling as much as 1.7% over the previous week. However, palladium reached an intraday high of \$899, its highest level in 13 years, on July 29 amid fear Russia could reciprocate against Europe's and America's sanctions by limiting its palladium exports. The palladium market is vastly expected to see a major supply deficit across the globe. Furthermore, the platinum is underpinned by supply concerns and increasing demand from the automotive industry.

Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Gold	-0.8	-2.71	-0.62	4.44	-1.39	-1.25
Silver	-1.28	-4.37	4.22	6.54	3.79	3.81
Platinum	-1.03	-3.19	1.57	6.37	2.38	1.35
Palladium	-1.73	0.83	6.42	22.95	19.03	18.13

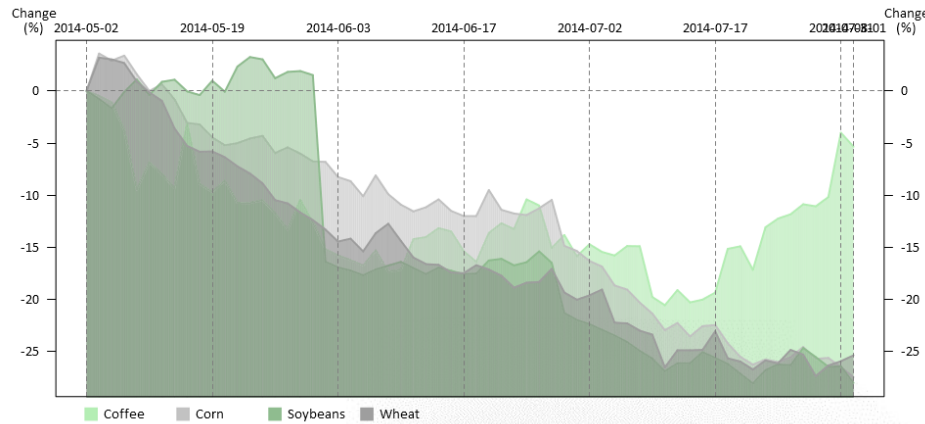
Changes in Total Known ETF Holdings (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Gold	0.23	0.59	0.48	-0.26	-11.39	-12.01
Silver	0.02	0.07	-1.16	1.23	1.88	1.76
Platinum	-0.01	0.99	6.84	14.81	29.04	30.6
Palladium	0.82	1.6	18.45	42.12	36.72	36.64

Precious Metals Long-Term Price Forecasts (USD per ounce)

	Q3 14			Q4 14			Q1 15			Q2 15		
	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg
Gold	1 070	1 760	1 288.91	1 025	1 743	1 280.42	970	1 450	1 238.4	915	1 488	1 226.32
Silver	17	35	20.81	17	34	21	17.45	27	20.44	18	28.42	20.53
Platinum	1 320	1 835	1 534.87	1 369	1 820	1 562.04	1 450	1 900	1 585.82	1 450	1 900	1 594.18
Palladium	630	880	810.01	675	900	829.06	705	915	843.89	720	925	849.51

S&P GSCI Precious Metals Index	%
Weekly	-0.86
Monthly	-3.01
3 Months	-0.18
6 Months	4.5
12 Months	1.01

Agricultural Commodities Mixed amid Concerns over the Weather Conditions



Wheat traded 0.7% higher over the last week to close at 534.25 on Friday amid rising concerns over the quality wheat supplies, as southern Plains of the U.S. were hit by drought and Europe by harvest-time rains. The International Grains Council has made an effort to quantify the damage from harvest-time rains and foresee a jump in the use of feed. However, wheat prices are predicted to go higher due to better export prospects.

Corn fell on the week ending 1st August, with the grain poised for a monthly fall of 13% on speculation the prices would fall due to ample supplies. Furthermore, South Africa is expected to report its strongest corn exports in 20 years amid depreciating currency that contributed to competitiveness and a bumper harvest.

Soybeans slipped into Friday, closing the previous trading week at \$1058.5, 2.3% down from Monday's \$1107.75. The oilseed reported its second weekly loss in a row due to weak supply projections. Soybeans were facing selling pressure following weather forecasts for rain. In the meantime, new crop-soybean export sales were bigger than expected at 1.27 million tonnes.

Coffee extended its session of gains for a second consecutive week, marking a weekly rise of 7.4% and closing Friday's session at \$192.35, yet slightly declining from its weekly high of \$195.05 on Friday. The Arabica coffee market is forecasted to reach record highs this year due to severe drought that caused crop damage.

Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Wheat	-0.7	-7.17	-25.38	-3.87	-19.57	-18.81
Corn	-2.56	-13.34	-27.48	-16.53	-24.37	-22.43
Soybeans	-2.31	-7.27	-28.03	-17.48	-12.25	-11.24
Coffee	7.37	10.99	-5.34	53.63	62.18	66.39

USDA Wasde Total Estimated Inventories						
	Forecast	Today	Month	3 Months	6 Months	YTD
Soybeans	0	170	13.33	-35.85	21.43	-8.11
Green Coffee	0	72225.22	0	0	-3.83	-6.98
Corn	-1.14	164330	8.53	6.27	39.27	27.23
Wheat	2.41	178480	1.25	-4.24	2.47	3.46

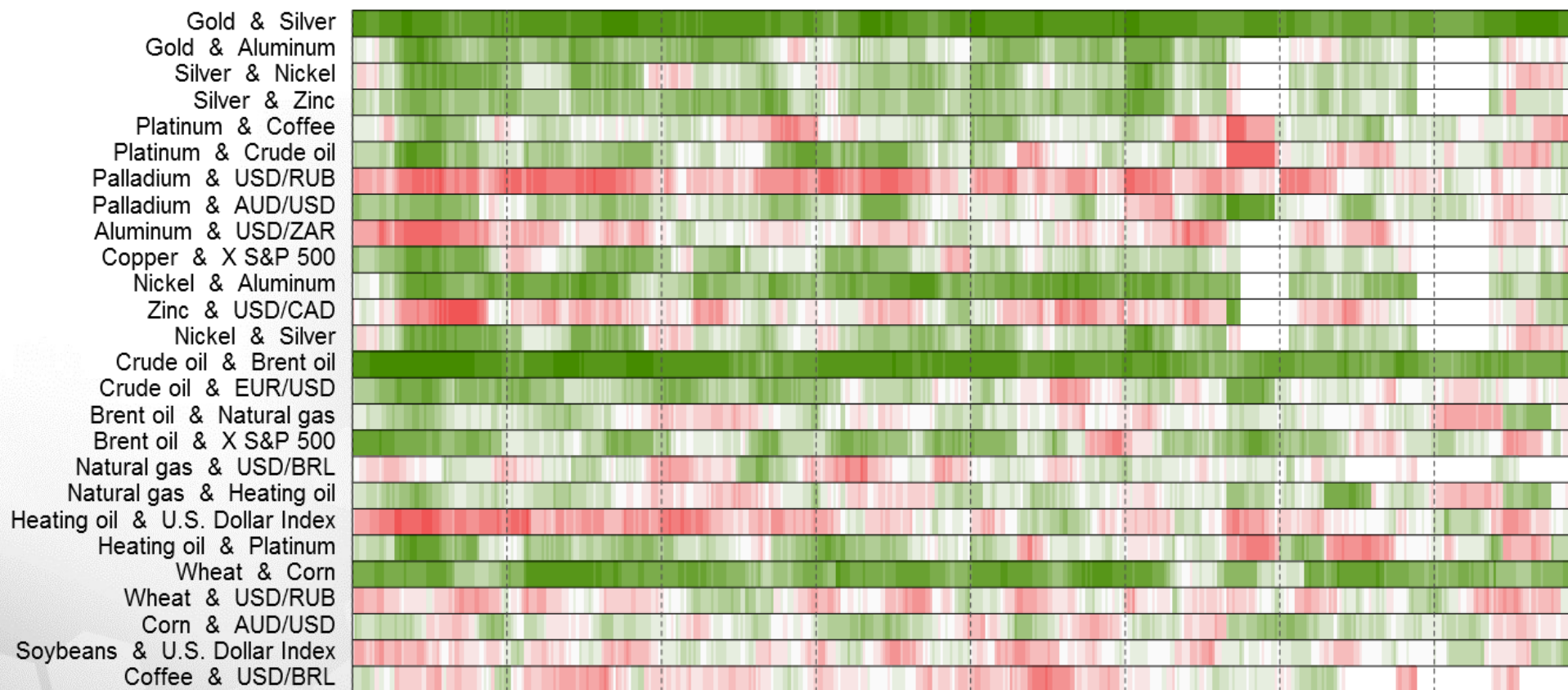
Farm Commodities Long-Term Price Forecasts (USD)												
	Q3 14			Q4 14			Q1 15			Q2 15		
	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg	Min	Max	Avg
Corn	370	570	454.45	350	550	456.82	350	600	462.67	350	600	472.56
Coffee	150	200	173.33	150	200	167.92	130	225	170.05	120	225	166.47
Wheat	525	630	593.55	500	660	593.55	500	675	597.3	525	700	616.5
Soybeans	1 100	1 400	1 277.73	1 000	1 400	1 210.55	1 000	1 400	1 220.33	1 000	1 411	1 225.11

S&P GSCI Agriculture Index	%
Weekly	-2.98
Monthly	-5.65
3 Months	-2.1
6 Months	0.78
12 Months	-0.31

Correlation Matrix

Correlation

2012-06-01 2012-09-05 2012-12-10 2013-03-17 2013-06-20 2013-09-19 2014-01-26 2014-04-30 2014-07-25



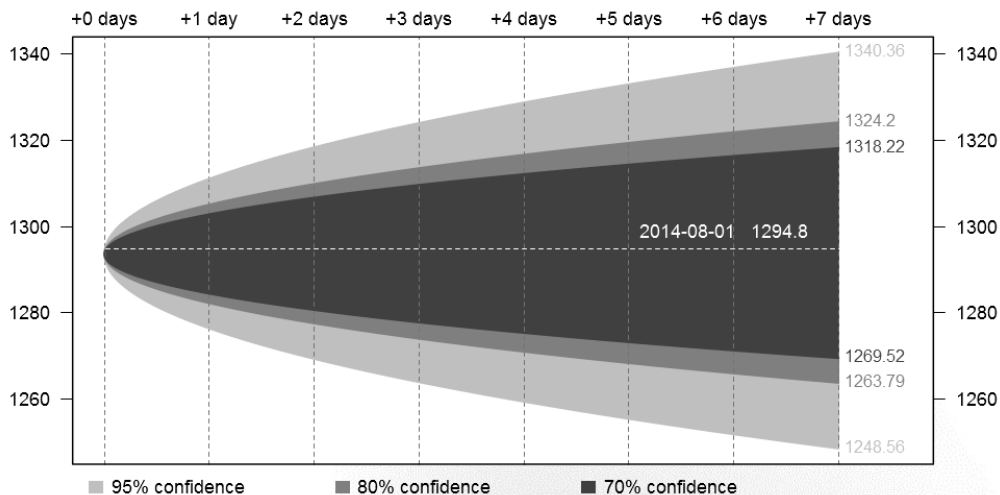
Correlation -1 -0.9 -0.8 -0.7 -0.6 -0.5 -0.4 -0.3 -0.2 -0.1 0 0.1 0.2 0.3 0.4 0.5 0.6 0.7 0.8 0.9 1

Precious Metals Confidence Intervals for the Next 7 Days

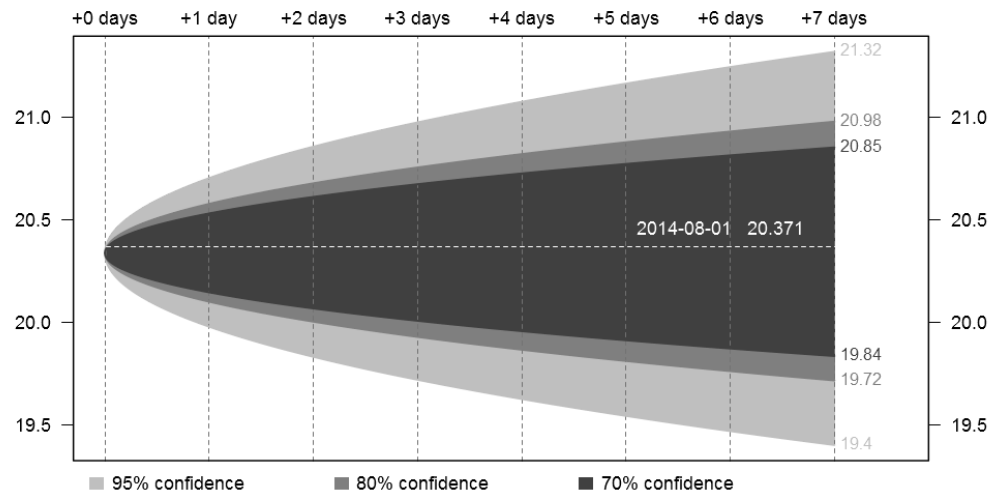
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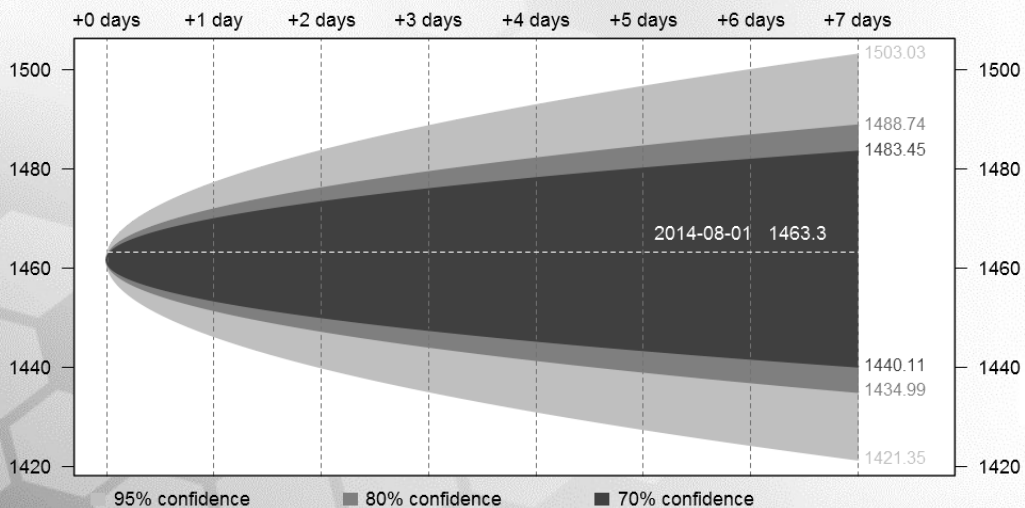
Gold Potential Rates



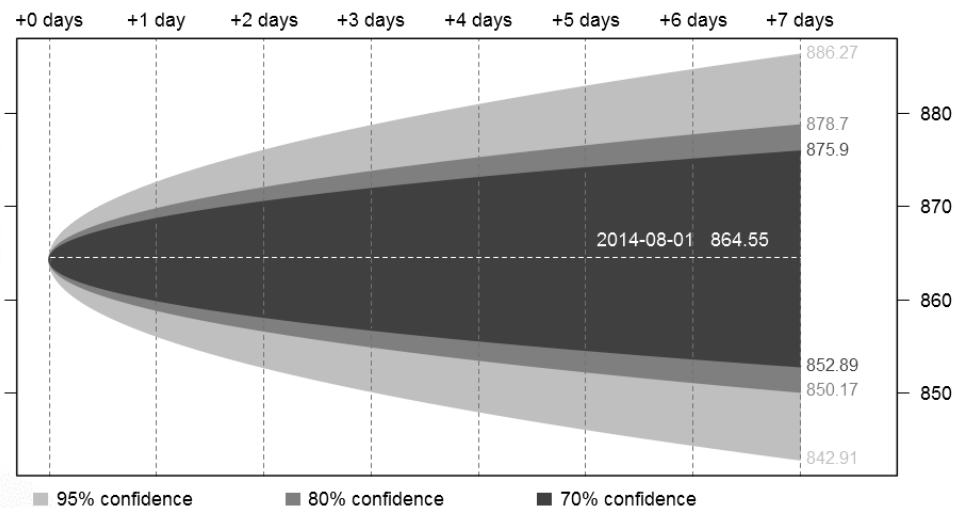
Silver Potential Rates



Platinum Potential Rates



Palladium Potential Rates

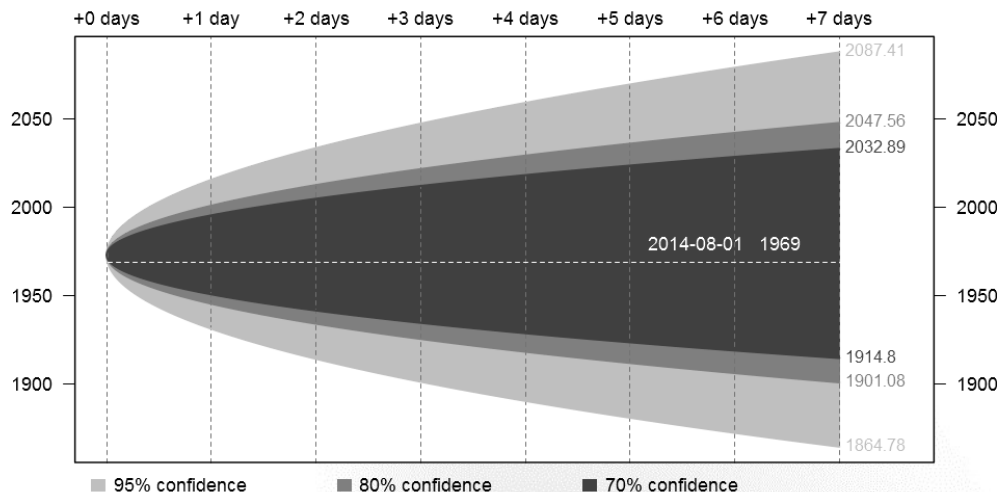


Industrial Metals Confidence Intervals for the Next 7 Days

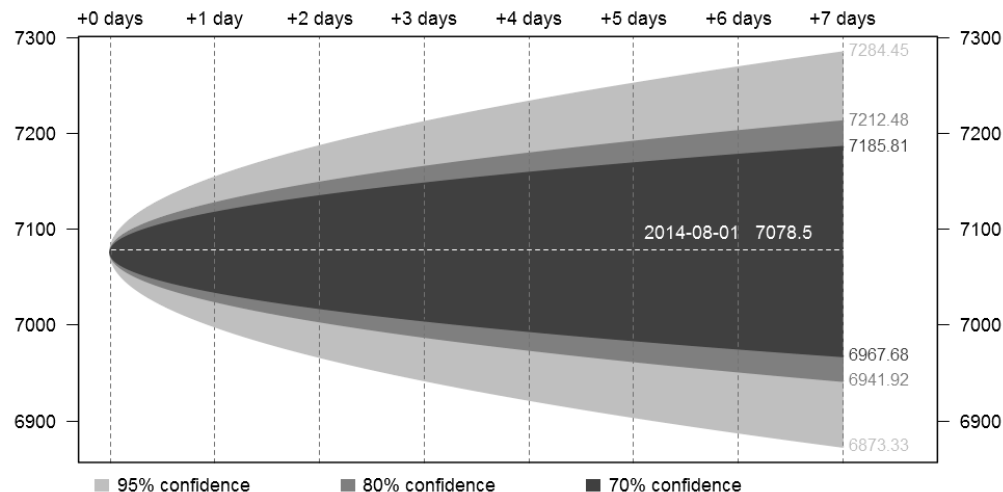
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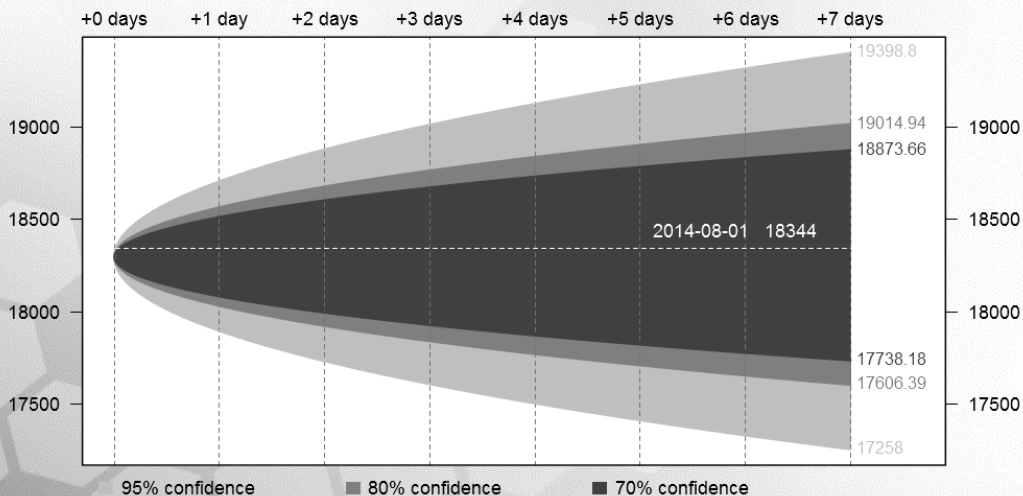
Aluminum Potential Rates



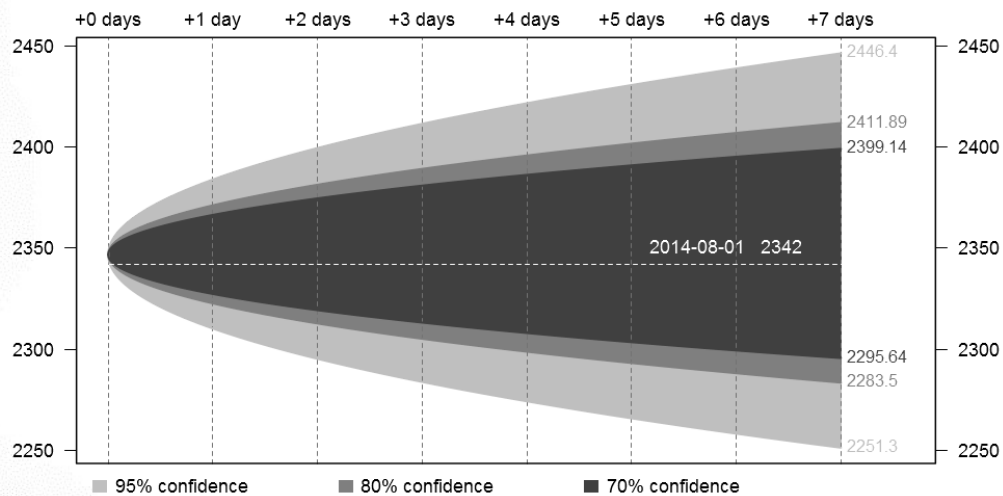
Copper Potential Rates



Nickel Potential Rates

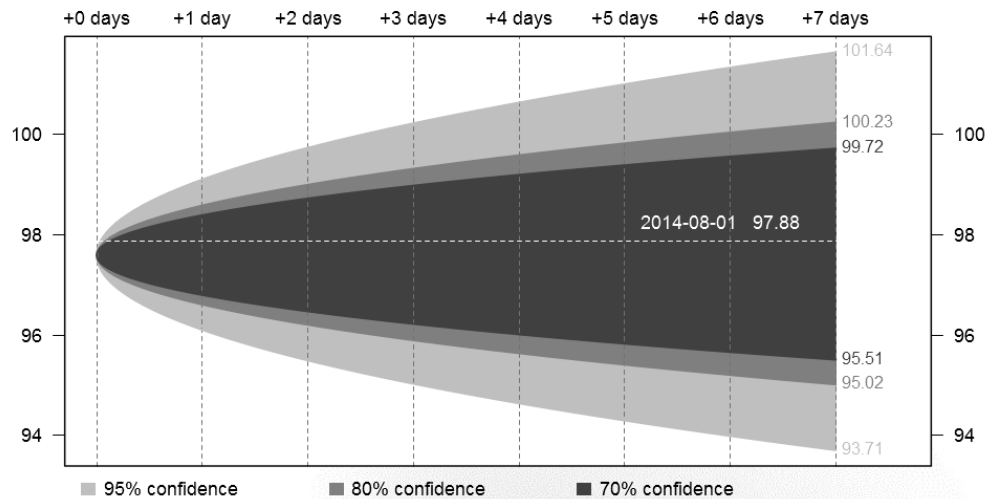


Zinc Potential Rates

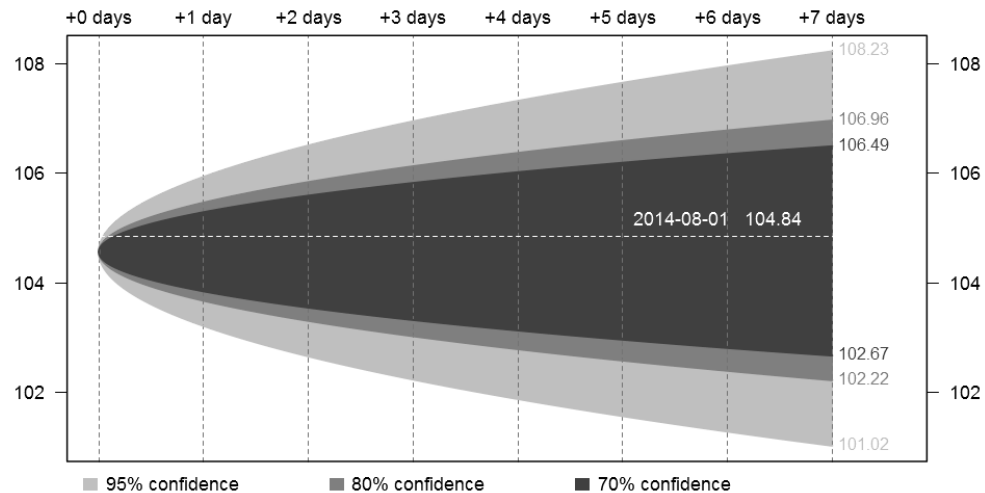


Energy Confidence Intervals for the Next 7 Days

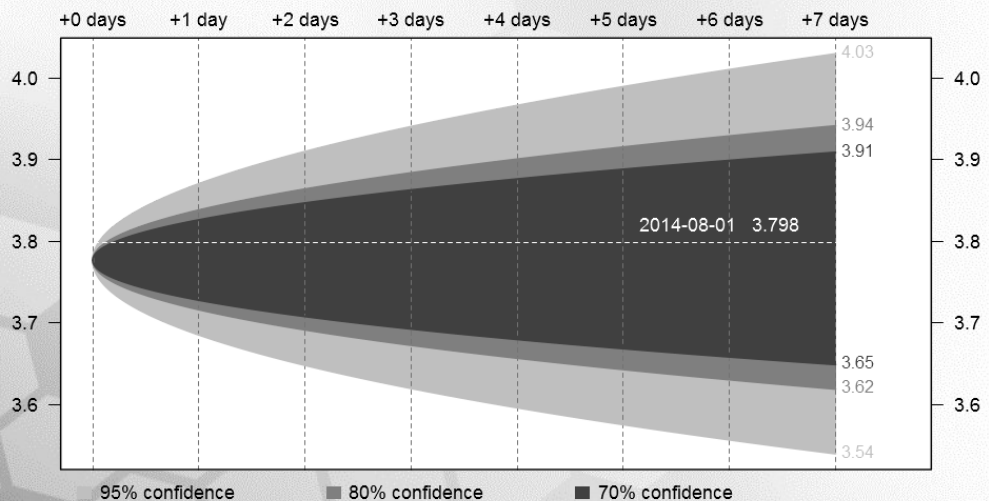
Crude.oil Potential Rates



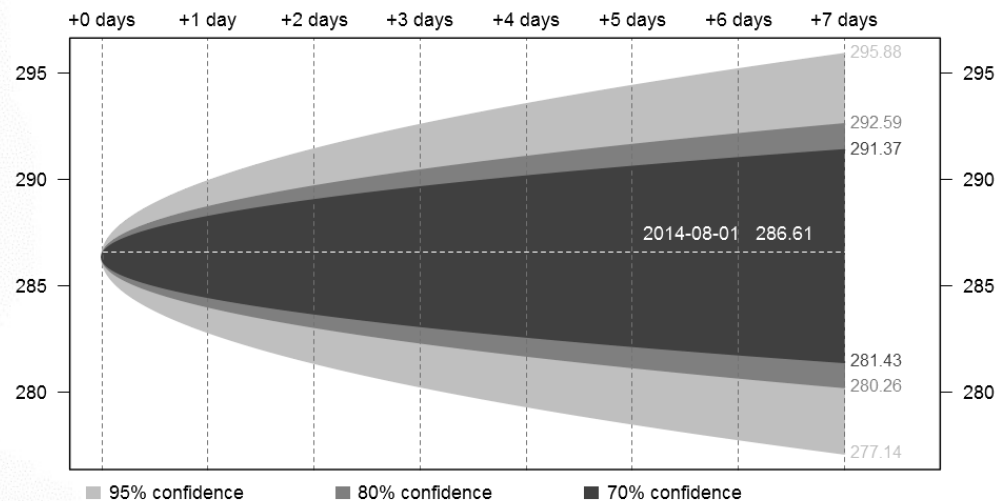
Brent.oil Potential Rates



Natural.gas Potential Rates



Heating.oil Potential Rates

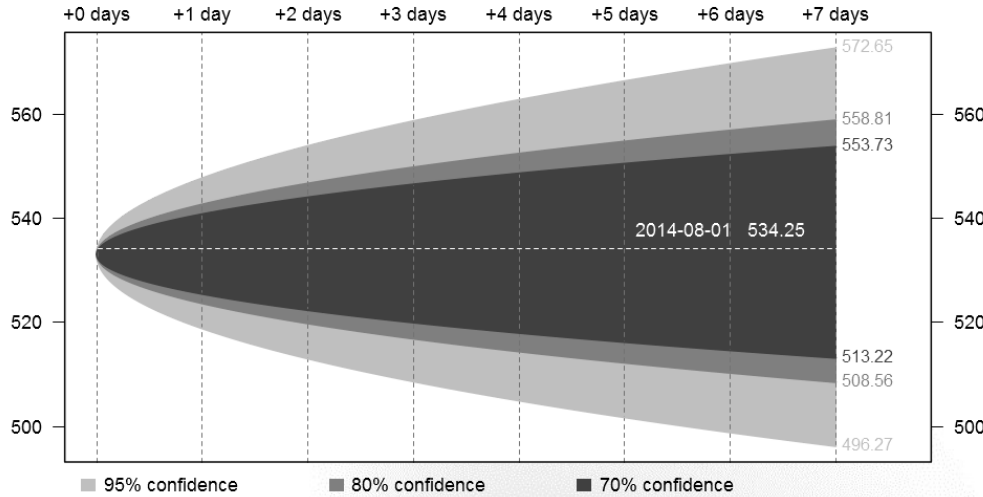


Agriculture Confidence Intervals for the Next 7 Days

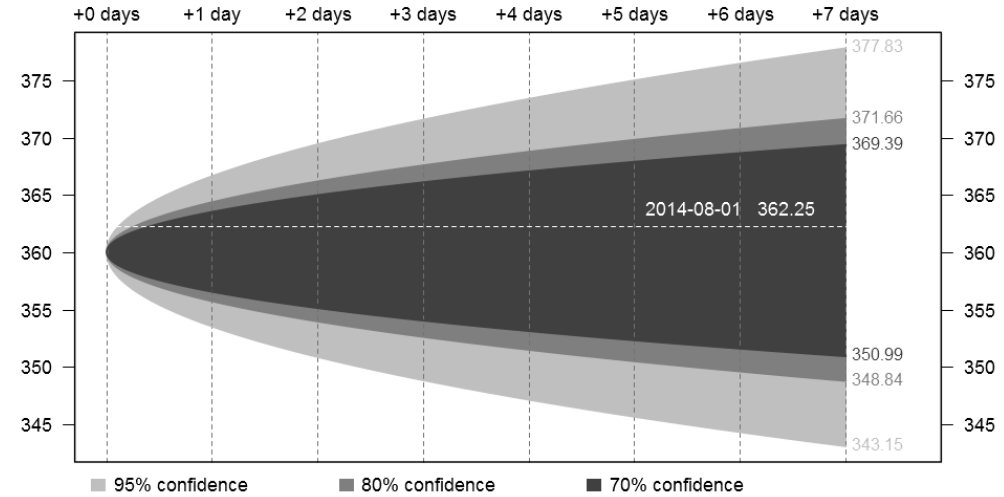
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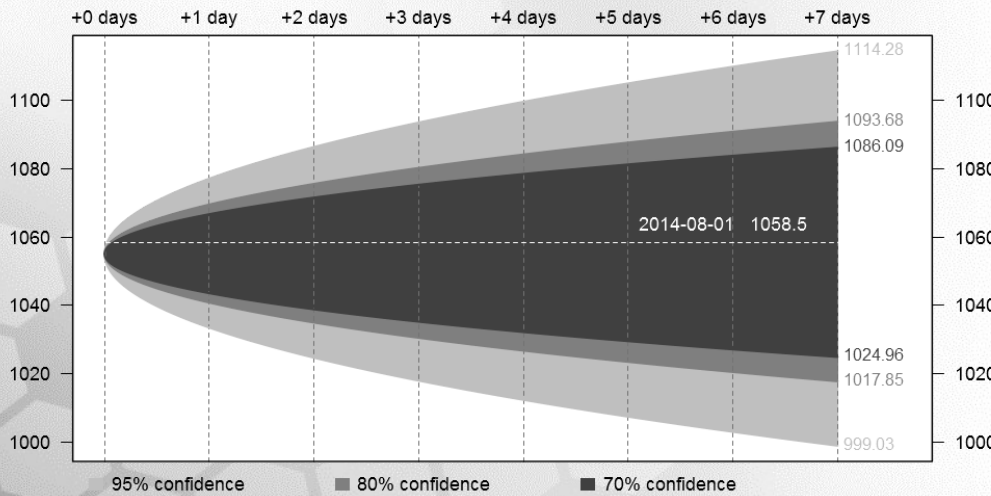
Wheat Potential Rates



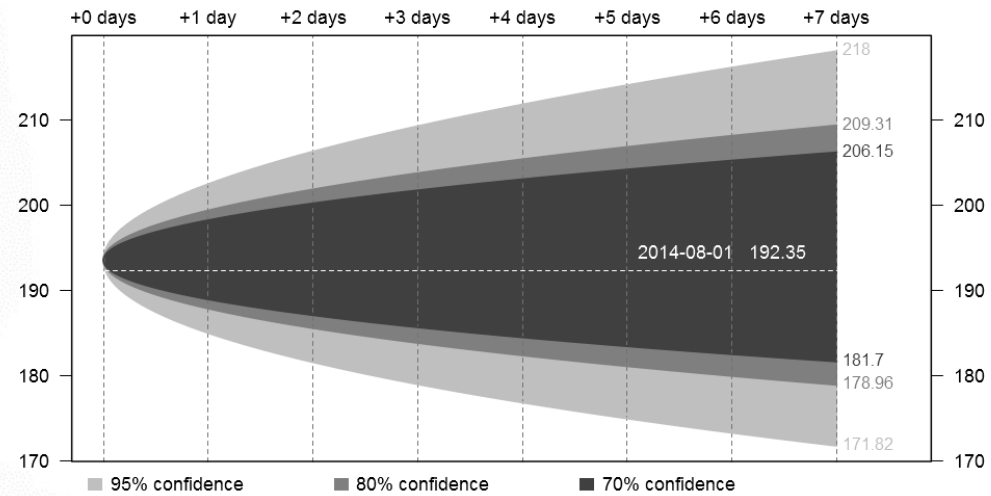
Corn Potential Rates



Soybeans Potential Rates



Coffee Potential Rates



EXPLANATIONS

Commodities

- Gold - COMEX active contracted (USD/t o.z.)
- Silver - COMEX active contract (USD/t o.z.)
- Platinum - New York Mercantile Exchange active contract (USD/t o.z.)
- Palladium - New York Mercantile Exchange active contract (USD/t o.z.)
- Aluminum-Active contract of primary aluminum of minimum 99.2% purity at the LME (USD/MT)
- Copper –Active contact of electrolytic copper at the LME (USD/MT)
- Zinc - Active contract of zinc od minimum 99.995% purity at the LME (USD/MT)
- Nickel– Active contract of nickel of 99.8% purity at the LME (USD/MT)
- Crude oil - light, sweet crude oil active contract on the New York Mercantile Exchange (USD/bbl.)
- Brent oil - Brent oil active contract on the ICE Futures Europe (USD/bbl.)
- Natural Gas - natural gas active contract on the New York Mercantile Exchange (USD/MMBtu)
- Heating oil - heating oil active contract on the New York Mercantile Exchange (USD/gal.)
- Wheat - wheat active contract on the Chicago Board of Trade (cents/bu)
- Corn - corn active contract on the Chicago Board of Trade (cents/bu)
- Coffee - benchmark Arabica coffee active contract on the NYB-ICE Futures Exchange
- Soybeans -active contract on the Chicago Board of Trade (cents/bu)

Indices

- **S&P GSCI Precious Metals Total Return Index** - commodity group subindex composed of gold and silver; the index reflects return on underlying commodity futures price movement
- **S&P GSCI Industrial Metals Total Return Index** - commodity group subindex composed of futures contracts on aluminium, copper, lead, nickel and zinc
- **S&P GSCI Energy Total Return Index** - commodity group subindex composed of futures contracts on crude oil, Brent oil, RBOB gas, heating oil, gas oil and natural gas
- **S&P GSCI Agriculture Total Return Index** - commodity group subindex composed of futures contracts on wheat, red wheat, corn, soybeans, cotton, sugar, coffee and cocoa

Indicators

Long-term price forecasts-aggregated price forecasts based on predictions of 20 international banks forecasts

USDA Wasde Total Estimated Inventories (Today)-current level of inventories of wheat in 1000 MT, corn in 1000 MT, soybeans in million bushels and green coffee in 1000 bags



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