

Global Perspective

Gold: Gold for immediate delivery contract traded at US\$ 1,287.43 an ounce while December contract was up at US\$ 1,288.20 at COMEX on Friday. Prices climbed to a one-week high of US\$ 1,296.61 on August 29 as the U.S. and Europe condemned what they said were incursions by Russia into Ukraine. The U.S. markets are closed today for the Labor Day holiday.

Crude Oil: WTI declined after the longest rising streak since February as OPEC members increased production to the highest level in a year. Futures slipped by 0.3 percent in New York on Friday 29th August 2014. October contract was traded at US\$ 95.77 this afternoon in Singapore. The U.S. markets are closed today for the Labor Day holiday.

Data Announcements

Following data is expected to be announced today and tomorrow around given times:

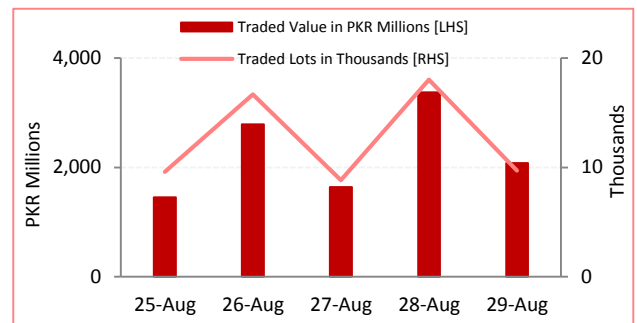
	Time (PST)	Currency	Impact	Details
01-Sept-2014	12:45 pm	EUR	High	Italian Manufacturing PMI
	01:30 pm	GBP	High	Manufacturing PMI
	01:30 pm	GBP	Medium	Net Lending to Individuals m/m
02-Sept-2014	12:00 pm	EUR	Medium	Spanish Unemployment Change
	01:30 pm	GBP	High	Construction PMI
	07:00 pm	USD	High	ISM Manufacturing PMI

PMEX Market Overview

On Friday at Pakistan Mercantile Exchange (PMEX) value traded was PKR 2.08 billion and number of lots traded was 9,722.

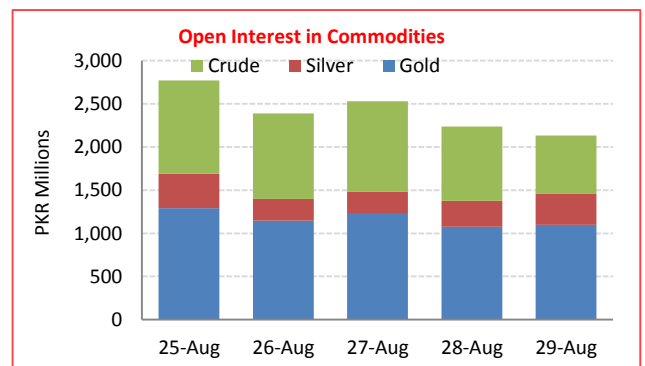
PMEX Commodity Index closed at 2,986.

Major business was contributed by crude oil amounting to PKR 1.50 billion followed by gold (PKR 508 million) and silver (PKR 92 million).



PMEX Market Trend

Crude oil open interest decreased by 22 percent. Escalating tensions in eastern Ukraine sent crude oil prices to a high on Friday. Gold open interest rose by 2 percent and posted net open position just above PKR 1.1 billion during the last trading session. The overall open interest had averaged PKR 2.4 billion over the past 5 trading days.



PMEX Open Interest Summary – 29 August 2014

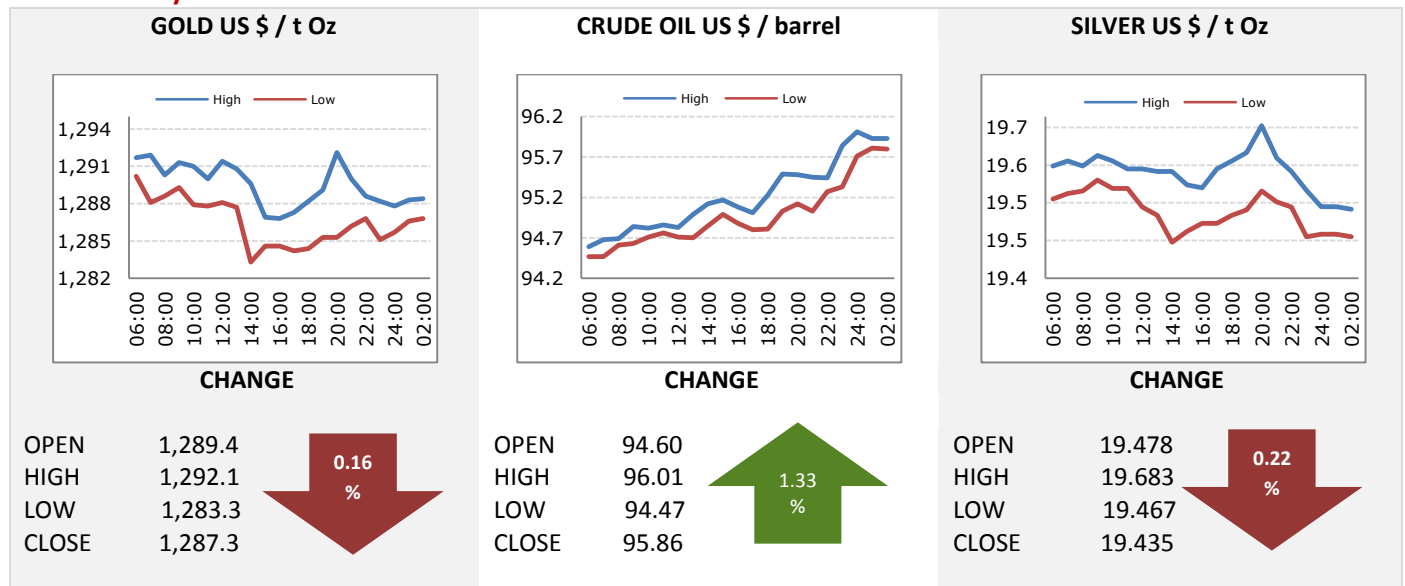
	CRUDE 10	CRUDE 100	GO1 OZ	GO10 OZ	GO100 OZ	GOLD	TOLA GOLD	SL10 OZ	SL100 OZ	SL500 OZ	Grand Total
OI - Lots	3,441	347	3,125	467	6	6	1	2,039	429	237	10,098
OI - Value (Millions)	334	337	409	611	78	2.5	0.05	40	85	235	2,131
Market Trend	NL	NL	NL	NL	NL	NS	NS	NL	NL	NL	NL

Open Interest | NL = Net Long | NS = Net Short | Value = PKR

Price Returns Summary	Gold	Silver	Crude
Return Close/Open %	-0.16	-0.22	1.32
Difference in Open and Close (\$)	(2.10)	(0.04)	1.26
Range Day (Max - Min)/Open %	0.68	1.11	1.61
Difference in Max & Min (\$)	8.80	0.22	1.54
Average Return (1 Hour) %	0.23	0.38	0.25
Volatility (1 Hour) %	0.11	0.13	0.14
Return to Volatility Ratio (1 Hour)	2.11	2.80	1.83
Intraday Volatility %	0.51	0.62	0.62

Gold prices fell by 0.16 percent on Friday, easing back from one-week high. Positive economic signs in the US dampened the demand for the metal. Silver had a downward trend for the last trading day and posted the highest return to volatility ratio of 2.80 among all three commodities. Crude oil price rose by 1.32 resulting in intraday volatility of 0.62 percent.

PMEX Hourly Price Movements



Term of the Day

Volatility

طیار۔ بہت اوپر نیچے ہونے والا۔ بے یقینی کی کیفیت۔ اگر کوئی کہے کہ خام تیل آج کل بہت Volatile ہے تو اس کا مطلب ہے منڈی بہت اوپر نیچے ہو رہی ہے اور کسی بھی طرف اچانک رخ بدل سکتی ہے۔ منڈیاں جو Volatile نہیں ہیں، اپنے رجحان میں استقامت رکھتی ہیں۔ سادہ لفظوں میں اچھل کود کرنے والی منڈیوں کو Volatile کا جاتا ہے۔

Futures Trading 101:

PMEX is offering Futures Trading 101, biweekly free of cost training sessions, scheduled every Tuesday and Thursday from 3:00 pm to 5:00 pm at PMEX premises. The training is specially designed for market participants to provide an in-depth knowledge of commodity fundamentals, technical analysis and listed products at PMEX. In addition, it also equips trainees with hands on experience with the Trading System at PMEX. To register, log on to www.pmem.com.pk

Talk to Us

Pakistan Mercantile Exchange
3-B, 3rd Floor, Bahria Complex IV,
Ch. Khaliq-uz Zaman Road, Gizri,
Karachi, Pakistan.
UAN: +92-21-111-623-623
FAX: (92-21) 35155022/23

For subscription and further information please
email us : info@pmem.com.pk



PAKISTAN
MERCANTILE
EXCHANGE

PMEX

DISCLAIMER: This report is for information purpose only and does not constitute an offer or solicitation to make an investment in Commodity Futures Contracts which carries risk. Any views, expressions or opinions expressed in this report are solely for providing information to readers. Figures appearing in report are although taken from reliable sources as presented however; we are not taking any responsibility about its accuracy, completeness and any decision taken on the basis of such information.