

Wednesday, 03 July 2019

News, Views & Statistics
Gold Prices Claw Back Some Lost Ground From U.S.-China Trade Truce

Gold prices on Tuesday clawed back a portion of the territory lost at the start of the week after the U.S. and China declared a trade truce, but remained below \$1,400. Spot gold gained \$7.50, or 0.5%, to \$1,391.85 by 9:22 AM ET (13:22 GMT), while gold futures for August delivery on the Comex division of the New York Mercantile Exchange, rose \$5.25, or 0.4%, to \$1,394.55 a troy ounce. "Until last week, gold bulls were in rapturous delight, riding the crest of speculation that the Federal Reserve will agree to a 50 basis points cut rate by July," Investing.com Barani Krishnan said. Gold prices broke past \$1,400 on the prospect of lower rates, only to see Fed Chairman Jerome Powell and his senior colleague James Bullard downplay those hopes, telegraphing in their speeches that they might be considering a quarter-point snip at most. "If that wasn't enough, Saturday's meeting between presidents Donald Trump of the U.S. and Xi Jinping of China could turn the very premise of a rate cut on its head," Krishnan added, noting that the Fed said it was closely watching the outcome to see if easing was necessary. The outcome of the meeting between the leaders of the world's largest economies was sufficient to bring risk appetite back to the markets, pushing safe haven gold back below the \$1,400 handle. "For investors, the weekend deal was a 'goldilocks' outcome: good enough to stop a further escalation in the tariffs' tit-for-tat that hampers trade and slows global growth.

Delayed monsoon slows sowing of kharif crops

A 36% deficiency in monsoon rainfall so far has impacted kharif sowing in most parts of the country. Sowing of kharif crops till Friday (June 28), according to the government data, took place in around 14.66 million hectares, which was 9.53% less than in the same period last year and 25.45% less than the average of the corresponding period in the last five years. Among major crops, the acreage under pulses till June 28 was 61.39% less than in the same period last year and 69.68% less than the average of the last five years. For coarse cereals, the corresponding figures are 10.69% and 25.31%. Major varieties of pulses have taken a hit, with the arhar acreage almost 81% less than the average of the last five years. The cotton acreage till June 28 was 15.90% less than in the same period last year and almost 41% less than the average of the last five years. In oilseeds too, the acreage was almost 45% less the normal of the last five years. The water levels in the 91 major reservoirs of the country continued to fall in June. During the week ended June 27, the content was 26.3 BCM, which was 11.7% lower than in the same period last year. The levels dropped from 30.6 BCM on June 6.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	37001	36552	36777	36924	37149	37296	Up
GOLD	33975	33563	33769	33897	34103	34231	Up
CRUDE OIL	3952	3788	3870	3988	4070	4188	Down
COPPER	439.70	435.80	437.70	441.00	443.00	446.30	Down
NATURAL GAS	156.10	152.80	154.50	156.80	158.50	160.80	Down
JEERA	17105	16775	16940	17120	17285	17465	Up
TURMERIC	6130	5942	6036	6156	6250	6370	Up
SOYBEAN	3644	3611	3627	3659	3675	3707	Down
RM SEED	3925	3886	3906	3940	3960	3994	Sideways
GUAR SEED	4262	4199	4231	4276	4308	4353	Down

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1404.60	+1.16
LONDON SPOT SILVER	\$15.18	+0.13
NYMEX CRUDE OIL	\$57.23	-2.79
NYMEX NATURAL GAS	\$2.273	-0.70

Economic Data

Data	Previous	Forecast	Time
ADP Non-Farm	27K	140K	5:45pm
Jobless Claim	227K	220K	6:00pm
ISM Non-Mfg PMI	56.9	56.1	7:30pm
Crude oil Inv.	-	-12.8M	8:00pm
NG inv.	-	98B	9:30pm

RECOMMENDATIONS

NICKEL

NICKEL JULY: TRADING RANGE 855.00 – 878.00.

NICKEL 1907(MXNIN9)2019/07/02 - Daily B:870.20 A:870.40
O 881.00 H 881.00 L 865.30 C 870.50 V 39,598 T 8,611,218 I 10,241 -12.3 -1.39%



The trend is indecisive in this metal counter. Wait for our intraday trading strategy.

CASTOR

CASTOR JULY: TRADING RANGE 5600 - 5500.

CASTOR SEED NEW 1907(NCCTNN9)2019/07/02 - Daily B:5556.00 A:5560.00
O 5640.00 H 5648.00 L 5550.00 C 5556.00 V 26,255 | 77,885 -70 -1.24%



The trend is indecisive in this agro counter. Wait for our intraday trading strategy.

Disclaimer: This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report.

Contact

SMS: 'Arihant' to 56677

Websitewww.arihantcapital.com**Email Id**research@arihantcapital.com**ARIHANT Capital Markets Ltd**Commodity/Currency Research Desk: 6, Lad Colony, Y.N. Road Indore-3
T: 0731-4217191. Fax: 0731-4217103Corporate Office: 1011, Solitaire Corporate Park, Building No.10, 1st Floor,
Andheri Ghatkopar Link Road, Chakala, Andheri (East), Mumbai-400093

D. +91.22.42254800 and 67114800

www.arihantcapital.com

RCH-CMB-