

Wednesday, 05 December 2018

News, Views & Statistics
OPEC works on deal to cut output, still needs Russia on board

OPEC and its allies are working towards a deal this week to reduce oil output by at least 1.3 million barrels per day, four sources said; adding that Russia's resistance to a major cut was so far the main stumbling block. OPEC meets on Thursday in Vienna, followed by talks with allies such as Russia on Friday, amid a drop in crude prices caused by global economic weakness and fears of an oil glut due largely to a rise in U.S. production. The producer group's de facto leader, Saudi Arabia, has indicated a need for steep reductions in output from January but has come under pressure from U.S. President Donald Trump to help support the world economy with lower oil prices. Possibly complicating any OPEC decision is the crisis around the killing of journalist Jamal Khashoggi at the Saudi consulate in Istanbul in October. Trump has backed Saudi Crown Prince Mohammed bin Salman despite calls from many U.S. politicians to impose stiff sanctions on Riyadh. The sources, three from the OPEC and one from a non-OPEC producer, said the meetings were taking place in a difficult environment and that Russia's position would be key in reaching a deal. "Russia is playing tough," one of the OPEC sources said. Another OPEC source said: "The Saudis are working hard on the cut. But if Russia says no cut, then we (OPEC) won't cut." The Saudi and United Arab Emirates energy ministers, Khalid al-Falih and Suhail bin Mohammed al-Mazroui, said on Tuesday that an adjustment in global oil output was required but all producers must be on board. "The next road to cross is whether all countries are willing to come on board and contribute to that cut," Falih told Bloomberg television. Russian sources have indicated Moscow could contribute some 140,000 bpd to a reduction, but Middle East-dominated OPEC insists Russia cut by 250,000-300,000 bpd.

Cotton textile exports up 26.81% in H1 FY19: TEXPROCIL

Exports of cotton textiles (Yarns, Fabrics, Made-up and Raw cotton) from India reported a growth of 26.81% reaching a level of USD 6.23 billion during April to September period of 2018-19 financial year, the Cotton Textiles Export Promotion Council (TEXPROCIL) said. The country had exported cotton textiles (raw cotton, yarn, fabrics and made-ups) worth USD 4.917 billion in April-September 2017-18, the association said in a statement. India exported cotton textile products worth USD 10.82 billion during Calendar Year 2017, reporting a growth of 3.54% over the previous year. Cotton made-ups (USD 5.26 billion) dominated the Indian cotton textiles basket with a share of 48.61%, followed by cotton yarns (USD 3.45 billion) achieving a share of 31.88% and cotton fabrics (USD 2.11 billion) recording a share of 19.51%. Cotton plays an important role in the Indian economy as the country's textile industry is predominantly cotton based. India is one of the largest producers as well as exporters of cotton yarn.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	36598	36141	36370	36548	36777	36955	Down
GOLD	30940	30654	30797	30894	31037	31134	Down
CRUDE OIL	3755	3643	3699	3783	3839	3923	Down
COPPER	434.10	426.30	430.20	437.10	441.00	447.80	Down
NATURAL GAS	316.60	302.00	309.30	315.60	322.90	329.20	Reversal
JEERA	18900	18460	18680	19100	19320	19740	Reversal
TURMERIC	6730	6578	6656	6738	6814	6900	Up
SOYBEAN	3359	3334	3347	3363	3376	3392	Reversal
RM SEED	4005	3971	3988	4007	4024	4043	Down
GUAR SEED	4446	4330	4388	4439	4497	4548	Up

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1239.00	+0.68
LONDON SPOT SILVER	\$14.56	+1.25
NYMEX CRUDE OIL	\$53.21	-0.11
NYMEX NATURAL GAS	\$4.309	+2.72

Economic Data

Data	Previous	Forecast	Time
No major release	-	-	-

RECOMMENDATIONS

ZINC

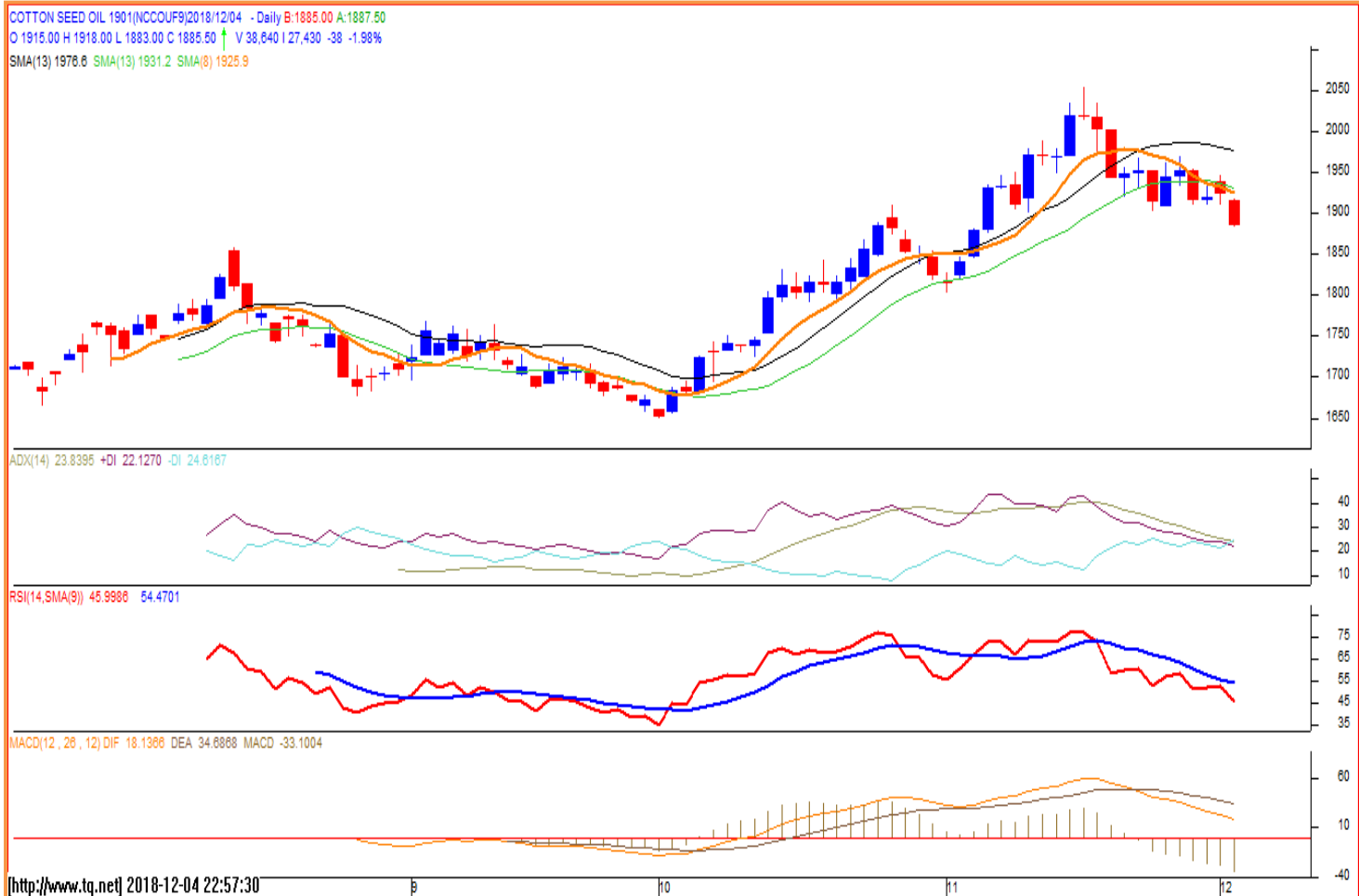
ZINC DEC: TRADING RANGE 189.50 – 183.90.



Wait for our intraday trading strategy.

COCUD

COCUD JAN: SELL AT 1892-1894 TP-1865/1843 SL ABOVE 1910.



COCUD finally got the much awaited breakdown of the 'Head & Shoulder' bearish reversal pattern. The fall is likely to extend in days to come.

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