

Thursday, 09 May 2019

News, Views & Statistics

Brent Oil Recovers \$70 Following Bullish U.S. Crude Inventory Data

Oil prices extended gains on Wednesday, pushing Brent back past \$70 per barrel, after U.S. crude inventories fell unexpectedly last week, putting an end to the streak of two prior weekly builds. The Energy Information Administration said in its regular weekly report that crude oil inventories decreased by 3.96 million barrels in the week to May 3. That was compared to forecasts for a stockpile build of 1.22 million barrels. Crude prices extended gains following the data release. West Texas Intermediate oil was last up 1.3% at \$62.19 a barrel by 11:07 AM ET (15:07 GMT), compared to \$61.63 prior to the publication. London-traded Brent crude futures gained 0.8% to \$70.45 a barrel, compared to \$69.99 ahead of the release. "The headline crude draw is definitely bullish, given the expectations for a continued rise after last week's humongous 10-million-barrel build, there is noted that the slightly-larger-than-expected draw in gasoline inventories will also "put a little more octane in the bulls' tanks" despite the fact that the draw on distillates was smaller than forecast. "That the gasoline draw came on the back of higher product output is also noteworthy as refinery output is still below the 90% norm for this time of year", Krishnan highlighted. Krishnan also noted that the drop in U.S. production from a record high of 12.3 million barrels to 12.2 million underpinned bullish sentiment. Markets have been concerned that rising output from the U.S. - up around 1.5 million barrels from one year ago - would offset OPEC-led efforts to curb production and rebalance the market.

Malaysia Palm Oil stocks hit 6-month low in April: survey

Malaysia's palm oil stocks likely fell to a six-month low by end-April, according to a survey, recording a second straight month of declines as a slight gain in exports outpaced a dip in production. Stockpiles in Malaysia, the world's second-largest palm oil producer and exporter, likely lost 5 percent from March to 2.77 million tons in April, according to the median estimate of eight planters, traders and analysts polled by Reuters. That would be the lowest level since October. April production is estimated to ease to 1.64 million tons, down 1.9 percent from March. Actual production at that level would be the highest for the month of April since 2015. Output in Malaysia, the world's second-largest producer after Indonesia, posted record levels during the first quarter, with January, February and March all at the highest for those months, according to Refinitiv Eikon records going back to January 2000. April exports likely rose 1.6 percent from the previous month to 1.64 million tons, which would be a second month of gains, the survey showed. Official palm oil data will be published by the Malaysian Palm Oil Board? On May 10. The median results from the Reuters survey put Malaysia's consumption in April at 231,721 tons.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	37399	37166	37283	37476	37593	37786	Up
GOLD	31687	31492	31590	31757	31855	32022	Up
CRUDE OIL	4335	4217	4276	4313	4372	4409	Up
COPPER	430.00	424.20	427.10	431.00	433.90	437.70	Down
NATURAL GAS	182.40	175.30	178.80	180.90	184.40	186.50	Down
JEERA	17245	16945	17095	17170	17320	17395	Up
TURMERIC	6492	6422	6458	6496	6532	6570	Up
SOYBEAN	3728	3672	3700	3719	3747	3766	Sideways
RM SEED	3839	3779	3809	3831	3861	3883	Sideways
GUAR SEED	4471.5	4441	4456	4482	4498	4524	Down

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1280.60	-0.45
LONDON SPOT SILVER	\$14.85	-0.47
NYMEX CRUDE OIL	\$62.05	+0.40
NYMEX NATURAL GAS	\$2.622	+2.30

Economic Data

Data	Previous	Forecast	Time
PPI m/m	0.6%	0.2%	6:00pm
Jobless Claims	230K	215K	-
NG Inv.	123B	-	8:00pm

RECOMMENDATIONS

COPPER

COPPER JUNE: SELL AT 431.00-431.20 TP-425.95 SL ABOVE 434.00.

COPPER 1906(MXCOPM9)2019/05/08 - Daily B:430.25 A:430.30
O 432.30 H 434.85 L 428.10 C 430.25 V 49,395 T 21,276,390 I 15,989 -0.15 -0.03%



The underlying weakness in Copper resurfaced yesterday when the metal crashed more than one and a half percent from day's high. Sell on rise.

CHANA

CHANA JUNE: BUY AT 4380-4378 TP-4443 SL BELOW 4339.

CHANA BIKANER 1906(NCCHAM9)2019/05/08 - Daily B:4381.00 A:4384.00
O 4372.00 H 4403.00 L 4352.00 C 4383.00 V 40,710 | 121,230 +11 +0.25%



Chana once again raised hopes of buyers as it ended the day in a positive candlestick after tumbling down to new monthly low a couple of days ago.

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