

Thursday, 14 March 2019

News, Views & Statistics
Oil Prices Edge Higher; Saudi Arabia Set to Extend Output Cuts

U.S. crude oil inventories fell unexpectedly last week, the EIA said in its weekly report on Wednesday. The EIA data showed that crude oil inventories fell by 3.86 million barrels in the week to March 8. That was compared to forecasts for a stockpile build of 2.66 million barrels, after a surge of 7.07 million barrels in the previous week. The EIA report also showed that gasoline inventories fell by 4.62 million barrels, compared to expectations for a draw of 2.53 million barrels, while distillate stockpiles increased unexpectedly by 0.38 million barrels, compared to forecasts for a decline of 1.86 million. U.S. crude prices extended gains after the data release, rising 1.88% at \$57.94 a barrel by 10:36 AM ET (14:36 GMT), compared to \$57.81 prior to the publication. London-traded Brent crude futures traded up 0.97% to \$67.32 a barrel, compared to \$67.13 ahead of the release. Prior to the release, oil prices were climbing after news that the U.S. plans to implement further Venezuela-related sanctions that would be “very significant”, according to U.S. special envoy Elliott Abrams. U.S. sanctions against oil exports from Caracas and fellow OPEC member Iran have contributed to a tightening market, while a power outage in Venezuela and Saudi Arabia’s commitment to deeper production cuts added to expectations for diminishing supply. Venezuela suffers from a six-day blackout, its worst on record, which has left exports from its main oil terminal at a standstill. Saudi Energy Minister Khalid al-Falih said this week that its agreement with OPEC and allies led by Russia to cut output would likely last until at least June, while the kingdom also indicated Monday that it would cut exports in April.

USDA raises India's Rapeseed crop outlook

USDA forecasts 2018/19 India rapeseed production at 6.6 million metric tons, up 10 percent from the previous forecast, and up 2 percent from last year. Area is forecast at 6.0 million hectares, unchanged from last month and last year. Yield is forecast at 1.10 metric tons per hectare, up 10 percent from last month and up 2 percent from last year. The 2-percent increase in yield is due to ideal growing weather in northern India, the report said. Rapeseed is grown in the rabi season and planting usually begins in late October. The Southwest Monsoon withdrew later than normal this year and the residual soil moisture from the late withdrawal encouraged timely planting by farmers in northwestern and central India. Scattered storms in January aided crop development and another storm in February boosted vegetative growth and pod development. Temperatures so far have been slightly below average which is ideal for rapeseed development, the report noted. Satellite-derived NDVI analysis depicts strong crop vigor in both Rajasthan and Uttar Pradesh, which account for approximately 40 percent and 20 percent of total crop production, respectively.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	38756	38559	38657	38804	38902	39049	Up
GOLD	32222	31928	32075	32197	32344	32466	Reversal
CRUDE OIL	4041	3943	3992	4023	4072	4103	Up
COPPER	452.85	447.40	450.10	452.90	455.70	458.50	Down
NATURAL GAS	195.90	190.60	193.20	195.50	198.10	200.40	Up
JEERA	15680	15500	15590	15720	15810	15940	Up
TURMERIC	6320	6248	6284	6308	6344	6368	Down
SOYBEAN	3693	3630	3662	3683	3715	3736	Up
RM SEED	3830	3813	3821	3834	3842	3855	Down
GUAR SEED	4308	4256	4282	4308	4334	4360	Down

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1308.66	+0.59
LONDON SPOT SILVER	\$15.45	+0.13
NYMEX CRUDE OIL	\$58.20	+1.34
NYMEX NATURAL GAS	\$2.804	+0.57

Economic Data

Data	Previous	Forecast	Time
Jobless Claim	223K	225K	6:00pm
NG Inv.	-149B	-215B	8:00pm

RECOMMENDATIONS

CRUDE OIL

CRUDE OIL MAR: BUY AT 4020-4018 TP-4077 SL BELOW 3981.

CRUDEOIL 1903(MXCROH9)2019/03/13 - Daily B:4035.00 A:4036.00
O 3982.00 H 4054.00 L 3974.00 C 4036.00 V 158,367 T 63,578,103 I 13,833 +66 +1.66%



Crude oil kept the cash registers ringing for bulls as the fuel prices received shot in the arm from fundamentals. Buy on small dips.

CHANA

CHANA APR: BUY AT 4220-4218 TP-4269 SL BELOW 4183.

CHANA BIKANER 1904(NCCHAJ9)2019/03/13 - Daily B:4230.00 A:4238.00
O 4234.00 H 4245.00 L 4211.00 C 4235.00 V 18,060 | 57,920 +1 +0.02%



Bulls are trying hard to get an edge in their lost territory called Chana, but with a very little luck. The small bounce back seen yesterday has once again raised hopes. We are keeping fingers crossed!!

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-