

Tuesday, 15 January 2019

**News, Views & Statistics**
**Oil Prices Decline as Chinese Data Causes Global Slowdown Worries**

Oil prices traded lower on Monday as weak economic data out of China raised concerns of a global slowdown that could impact crude demand. New York-traded West Texas Intermediate crude futures fell 42 cents, or 0.81%, at \$51.17 a barrel by 9:58 AM ET (15:58GMT). Meanwhile, Brent crude futures, the benchmark for oil prices outside the U.S., lost 39 cents, or 0.64%, to \$60.09. Chinese exports unexpectedly fell by the most in two years in December, while imports also declined, telling signs of weakness in the world's second largest economy. "Oil prices are getting weighted down by the prospects of weaker economic growth in China," Stephen Innes of futures brokerage Oanda said in a report. "This data drives home just how negative of an impact trade war is having on the Chinese and perhaps global economy." Prices however have been supported as OPEC, made of the cartel's members and non-OPEC allies including Russia, began to implement their agreement to cut oil output by 1.2 million barrels per day starting in January to prevent a supply glut and boost prices. Saudi Energy Minister Khalid al-Falih said on Sunday the oil market was "on the right track" and there was no need for an extraordinary OPEC meeting before its next planned gathering in April. In other energy trading, gasoline futures slumped 1.07% to \$1.3924 a gallon by 10:00 AM ET (15:00 GMT), while heating oil gained 0.61% to \$1.8912 a gallon. Lastly, natural gas futures traded up 11.91% to \$3.468 per million British thermal unit as weekend forecasts predicted an intense cold front arriving in the final third week of January, pumping demand for the commodity.

**Soybean futures trade higher on rising demand**

Soybean futures traded higher on NCDEX on expectations of rise in demand from the oil mills. However, some gains were capped as imports by the world's biggest buyer China dropped for the first time since 2011, following a trade war between Washington and Beijing. The contract for January delivery was trading at Rs 3700.00, up by 3.64% or Rs 130.00 from its previous closing of Rs 3570.00. The open interest of the contract stood at 2090 lots. The contract for February delivery was trading at Rs 3705.00, up by 2.21% or Rs 80.00 from its previous closing of Rs 3625.00. The open interest of the contract stood at 215350 lots on NCDEX.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	39522	39167	39344	39457	39634	39747	Up
GOLD	32133	31864	31999	32109	32244	32354	Up
CRUDE OIL	3630	3531	3581	3625	3675	3719	Reversal
COPPER	413.55	409.90	411.70	413.40	415.20	416.90	Down
NATURAL GAS	247.10	207.00	227.10	238.60	258.70	270.20	Down
JEERA	17160	16930	17045	17160	17275	17390	Down
TURMERIC	6626	6598	6612	6634	6648	6670	Down
SOYBEAN	3712	3599	3656	3691	3748	3783	Up
RM SEED	3876	3845	3861	3886	3902	3927	Up
GUAR SEED	4340	4134	4237	4303	4406	4471	Down

## International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1291.42	+0.32
LONDON SPOT SILVER	\$15.63	+0.26
NYMEX CRUDE OIL	\$51.24	-0.89
NYMEX NATURAL GAS	\$3.490	+10.51

## Economic Data

Data	Previous	Forecast	Time
PPI m/m	0.1%	-0.1%	7:00pm
Core PPI m/m	0.3%	0.2%	-

## RECOMMENDATIONS

### SILVER

**SILVER MAR: TRADING RANGE 39100 - 39850.**



Wait for our intraday trading strategy.

## CHANA

**CHANA MAR: SELL AT 4320-4325 TP-4273 SL ABOVE 4361.**



Chana ended the day in a negative candlestick, thus confirming the bearish continuation outlook on weekly chart. Sell in rise.

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