

Thursday, 15 November 2018

**News, Views & Statistics**

**Oil rises as OPEC, partners discuss supply cut**

Oil rose on Wednesday, recouping some of the previous session's slide, on the growing prospect of OPEC and allied producers cutting output at a meeting next month to prop up the market. Prices rallied toward \$67 earlier in the session after Reuters reported OPEC and its partners are discussing a proposal to cut output by up to 1.4 million barrels per day (bpd), a larger figure than officials have mentioned previously. International benchmark Brent crude (LCOc1) was up 74 cents a barrel to \$66.21 as of 1346 GMT, having fallen as low as \$65.02. U.S. crude (CLc1) was up 58 cents at \$56.27. Since mid-October, the price of Brent has fallen by 17.5 percent on concern about excess supply and slowing demand, marking one of the biggest declines since a price collapse in 2014. "While the focus was on the Iran embargo and Venezuela's output struggles over the past months, i.e. the risks of too little supply, the market increasingly looks concerned about the prospects of too much supply," Swiss bank Julius Baer said. In its monthly report the Paris-based International Energy Agency (IEA) said the implied stock build for the first half of 2019 is 2 million bpd. The IEA left its forecast for global demand growth for 2018 and 2019 unchanged from last month at 1.3 million barrels per day (bpd) and 1.4 million bpd, respectively, but cut its forecast for non-OECD demand growth, the engine of expansion in world oil consumption. Oil markets are being pressured from two sides: a surge in supply from OPEC, Russia and other producers, and increasing concerns about a global economic slowdown. U.S. crude oil output from its seven major shale basins is expected to hit a record 7.94 million barrels per day (bpd) in December, the U.S. Department of Energy's EI said on Tuesday. That surge in onshore output has helped overall U.S. crude production hit a record 11.6 million bpd, making the United States the world's biggest oil producer ahead of Russia and Saudi Arabia.

**India's Vegetable Oil imports seen rising to 15.5 MT in 2018-19: MPOC**

India's vegetable oils imports for 2018/19 are seen at 15.497 million tons, up from 15.013 million tons a year ago, according to Malaysian Palm Oil Council (MPOC). Palm oil imports were expected to rise to 9.48 million tons in the year to Oct. 2019, compared with 9.07 million tons a year earlier, said a top official of MPOC at an industry conference in Guangzhou, China. India's 2018/19 soybean oil imports were seen at 3.08 million tons, up from 3.05 million tons for 2017/18. Sunflower oil imports into India for the year were estimated at 2.57 million tons, vs 2.53 million tons, MPOC said.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	36502	35665	35950	36278	36820	36991	Down
GOLD	30790	30455	30528	30677	30750	30799	Down
CRUDE OIL	4068	3883	3976	4060	4153	4237	Down
COPPER	430.20	421.70	426.00	430.00	434.20	438.20	Down
NATURAL GAS	342.20	275.20	308.70	325.70	359.20	376.20	Reversal
JEERA	20020	19455	19740	20145	20430	208345	Reversal
TURMERIC	6612	6568	6590	6626	6648	6688	Up
SOYBEAN	3418	3385	3401	3416	3432	3447	Reversal
RM SEED	4175	4138	4157	4170	4189	4202	Down
GUAR SEED	4679.5	4593	4636	4703	4746	4813	Up

### International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1203.36	+0.19
LONDON SPOT SILVER	\$14.04	+0.36
NYMEX CRUDE OIL	\$56.74	+2.05
NYMEX NATURAL GAS	\$4.702	+18.11

### Economic Data

Data	Previous	Forecast	Time
Core Retail Sales	-0.1%	0.5%	7:00pm
Retail Sales m/m	0.1%	0.6%	-
Jobless claim	214K	216K	-
NG inv.	+65B	-	9:00pm
Crude oil Inv	+5.8M	-	9:30pm

### RECOMMENDATIONS

#### CRUDE OIL

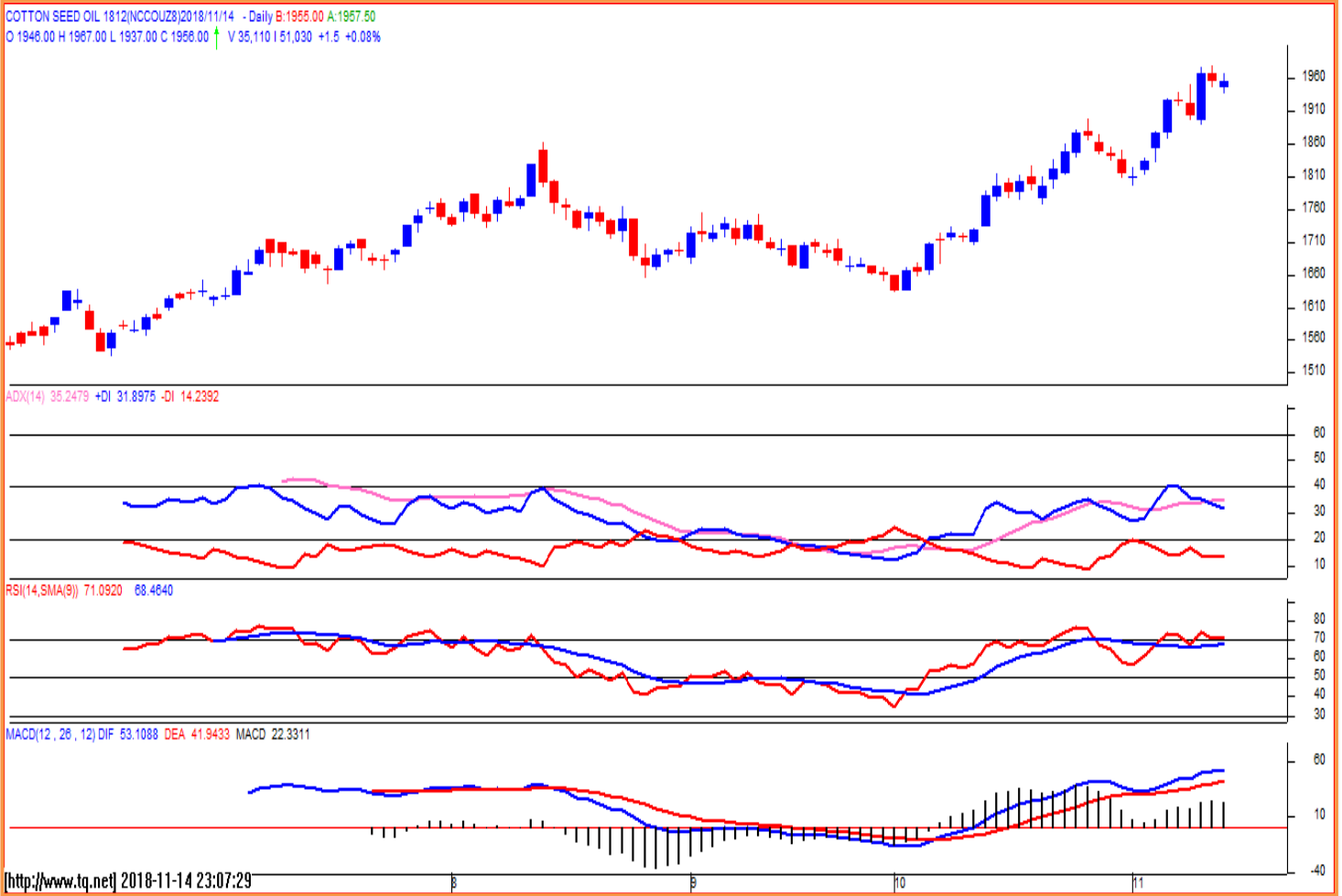
CRUDE OIL NOV: TRADING RANGE 3950 -4160.



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## COCUD DEC: TRADING RANGE 1970 - 2015.



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