

Tuesday, 16 July 2019

News, Views & Statistics

Gold Prices Edges Higher Despite Boost in Risk Appetite

Gold prices headed higher on Monday as a boost in risk appetite from generally positive economic data was insufficient to derail demand in an environment marked by decreasing yields. Gold futures for August delivery on the Comex division of the New York Mercantile Exchange, gained \$1.35, or 0.1%, to \$1,413.55 a troy ounce by 9:06 AM ET (13:06 GMT). Even though China registered its worst growth in 27 years during the second quarter, upbeat readings on the country's industrial production, retail sales and capital spending in June were enough to offer hopes that the world's second largest economy was stabilizing. The NY Empire State manufacturing index also showed a much-stronger-than-expected bounce in July, although it recovered only half of the ground it lost in June. "The manufacturing sector remains vulnerable, especially if trade talks hit a brick wall," ING chief international economist James Knightley said via Twitter. Despite the positive reaction to the data in global equities on Monday - U.S. futures pointed to new record highs at the open - gold managed to hold its own, continuing to benefit from expectations that interest rates will fall. The Federal Reserve is widely expected to cut interest rates at the end of the month for the first time in a decade, lowering the opportunity cost of holding non-yielding bullion. As expectations for further policy easing across the globe increase, yields have been dropping on most fixed-income products bonds, even those traditionally seen as high-risk in economic downturns. Mohamed El-Erian, chief economist at Allianz, tweeted that "even some high yield ('junk') bonds now trade at negative yields -- ie, creditors PAY for the privilege of financing companies with notable default risk." More than \$13 trillion of bonds worldwide currently carry negative yields, that is, they yield less than gold in absolute terms. John Reade, chief market strategist at the World Gold Council, suggested that, while gold has essentially been range-bound for the last three weeks, some of its technical factors are improving. Reade said that "the extreme overbought condition saw in June has moderated a lot", while the "50-day moving average is climbing, making gold look less extended."

India food grains imports fall to 2.78 MT in 2018-19

India imported 2.78 million tons (mt) of food grains worth \$1.214 billion in 2018-19 against 7.52 mt with a value of \$3.342 billion in the previous year, Agriculture Minister Narendra Singh Tomar said in Parliament. The drastic drop was on account of lower imports of wheat and pulses, he said in a written reply to a question in Rajya Sabha. While India imported 5.61 mt of pulses and 1.65 mt of wheat in 2017-18, imports of pulses and wheat came down to 2.53 mt and 2,746 tons respectively in the previous financial year, he said.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	38559	38108	38333	38484	38709	38860	Up
GOLD	34836	34657	34746	34858	34947	35059	Up
CRUDE OIL	4094	4026	4060	4117	4151	4208	Down
COPPER	444.00	441.50	442.80	444.50	445.70	447.40	Down
NATURAL GAS	163.90	161.00	162.40	165.20	166.60	169.40	Down
JEERA	18225	17670	17950	18140	18420	18610	Up
TURMERIC	7000	6654	6828	6914	7088	7174	Up
SOYBEAN	3648	3605	3627	3663	3685	3721	Down
RM SEED	3951	3917	3934	3948	3965	3979	Sideways
GUAR SEED	4372	4300	4336	4392	4428	4484	Down

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1411.08	-0.06
LONDON SPOT SILVER	\$15.33	+0.99
NYMEX CRUDE OIL	\$59.67	-0.65
NYMEX NATURAL GAS	\$2.401	-2.12

Economic Data

Data	Previous	Forecast	Time
Core Retail Sales	0.5%	0.1%	6:00pm
Retail Sales m/m	0.5%	0.1%	-

RECOMMENDATIONS

NICKEL

NICKEL JULY: TRADING RANGE 920.50 – 945.50.

NICKEL 1st(MXNICC1)2019/07/15 - Daily B:935.40 A:935.70
O 932.00 H 940.00 L 928.10 C 935.90 V 37,397 T 8,736,263 I 11,824 +0.8 +0.09%



The trend is indecisive in this metal counter. Wait for our intraday trading strategy.

JEERA

JEERA AUG: TRADING RANGE 17850 - 18300.

Jeera Unjha 1908(NCJEEQ9)2019/07/15 - Daily B:18200.00 A:18235.00
O 17860.00 H 18330.00 L 17860.00 C 18225.00 V 3,789 I 6,234 +430 +2.42%



The trend is indecisive in this agro counter. Wait for our intraday trading strategy.

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