

Friday, 17 May 2019

**News, Views & Statistics**

**Oil Agencies: IEA Stands Alone in Seeing Stockpiles Grow in 2019**

The International Energy Agency is the only one of the three major oil forecasting organizations that sees global inventories increasing in 2019. The latest outlooks from the U.S. Energy Information Administration and the Organization of Petroleum Exporting Countries both show worldwide oil stockpiles falling this year, assuming that total OPEC output remains at April's level for the next eight months. The IEA sees a very small increase. If OPEC countries continue pumping at the April rate of just above 30 million barrels a day, worldwide oil inventories will fall by about 450,000 barrels a day over the course of 2019, according to the EIA and OPEC. That's a drop of just over 160 million barrels, or approximately 1.6 days' of global consumption. The size of the expected global oil stock build this year has been dwindling as OPEC countries, led by Saudi Arabia, slashed output and U.S. sanctions undermined production in Iran and Venezuela. In April, monthly reports from all three agencies saw an oil-supply deficit this year, but the IEA's outlook has shifted as it factors in much lower-than-expected oil demand in the first quarter. In its May 15 report, it now assesses that the world used 440,000 barrels a day less oil in the first three months of 2019 than it thought a month earlier and has made smaller downward adjustments to its forecasts for the rest of the year. The IEA has also increased its forecast of non-OPEC production growth for this year, raising it by 130,000 barrels a day, while both the EIA and OPEC have trimmed their projections. This has had the effect of narrowing the spread between the views of the three agencies, which are converging toward a consensus increase of nearly 2.1 million barrels a day in non-OPEC output this year, driven by continuing expansion from the U.S. The EIA has cut its forecast of non-OPEC output growth by 340,000 barrels a day since February's report.

**Indonesia Palm oil exports rise 16% in Q1 2019**

Indonesia's exports of CPO and its derivative products – such as biodiesel and oleo chemical – increased 16% to 9.1 million tons in the first quarter, compared to 7.84 million tons exported in the corresponding period last year, according to Indonesian Palm Oil Producers Association (Gapki). Exports of CPO and its derivative products to India recorded a sharp decline from 516,530 tons in February to only 194,410 tons in March, the association said. There was also a decline in Palm Oil exports to African countries by 38 percent, to the United States by 10 percent, to China by 4 percent and the EU by 2 percent. However, exports to countries like South Korea, Japan and Malaysia in March increased by 60% month-on-month, the association said.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	36862	36365	36613	37082	37330	37799	Up
GOLD	31960	31662	31811	32060	32209	32458	Up
CRUDE OIL	4421	4319	4370	4411	4462	4503	Up
COPPER	428.35	424.50	426.40	429.40	431.30	434.30	Down
NATURAL GAS	185.50	179.80	182.60	184.40	187.20	189.00	Up
JEERA	17910	17590	17750	17895	18055	18200	Up
TURMERIC	7130	6848	6990	7112	7254	7376	Up
SOYBEAN	3756	3703	3730	3772	3799	3841	Sideways
RM SEED	3921	3866	3894	3914	3942	3962	Sideways
GUAR SEED	4454	4409	4431	4465	4487	4521	Down

### International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1285.90	-0.77
LONDON SPOT SILVER	\$14.54	-1.56
NYMEX CRUDE OIL	\$62.96	+0.88
NYMEX NATURAL GAS	\$2.653	+1.03

### Economic Data

Data	Previous	Forecast	Time
No major release	-	-	-

### RECOMMENDATIONS

#### NICKEL

**NICKEL MAY: BUY ABOVE 862 TP-877/888 SL BELOW 853.**



Nickel continued the slow but steady pace of bounce back yesterday as well and finished the day in a relatively small bodied but positive candlestick.

## CHANA

**CHANA JUNE: BUY AT 4612-4610 TP-4677 SL BELOW 4573.**

CHANA BIKANER 1906(NCCHAM9)2019/05/16 - Daily B:4620.00 A:4626.00  
 O 4538.00 H 4649.00 L 4535.00 C 4623.00 V 98,300 I 139,270 +97 +2.14%  
 SMASMASM (13) 4480.8 SMA (13) 4427.2 (13) 4427.2 EMA (58) 4453.9



Chana built up strongly on gap-up opening yesterday and formed a bullish candlestick with a very aggressive stance. The boost in the form of strong volumes will definitely have a long term impact and will power the bulls.

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