

Tuesday, 20 November 2018

News, Views & Statistics

Oil slips as pessimism over supply resurfaces despite OPEC pledge

Oil fell on Monday, surrendering earlier gains as investors weighed up the effectiveness of a potential cut in supply from OPEC and possibly other exporters in the face of rapidly rising global output. Brent crude futures were down \$1.04 at \$65.72 a barrel at 1447 GMT, having retreated from a session high of \$67.64. WTI crude futures fell \$1.03 to \$55.43 a barrel. OPEC, led by Saudi Arabia, is pushing for the group and its partners to reduce output by 1 million to 1.4 million barrels per day to prevent a build-up of unused fuel. "It appears that the market takes a production cut for granted. We'll see if it is right after the next OPEC meeting on December 6. Russian Energy Minister Alexander Novak said on Monday that Russia, which is not an OPEC member, planned to sign a partnership agreement with the group, and that details would be discussed at OPEC's Dec. 6 meeting in Vienna. "Oil prices rose (last week) on hope OPEC and partners, will act to reverse bearish sentiment, but from a technical set up, bear mode remains intact," OANDA strategist Stephen Innes said. Brent is almost 25 percent below early October's 2018 peak of \$86.74, as evidence of slowing demand has materialized and output from the United States, Russia and Saudi Arabia hit historic highs. A U.S. decision to grant waivers to some of Iran's oil customers, who faced the prospect of a drop-off in supply from sanctions that came into force in early November, has also helped soothe concern about availability of crude.

Chana price up by 46% from four years low

Chana price have escalated by 46 per cent from the lows in June on the National Commodities and Derivatives Exchange (NCDEX). It was trading at a four-year low of Rs 3,250 per quintal in June. It shot up to the yearly high of Rs 4,741 per quintal in November and is currently trading at Rs 4,510 per quintal. In July, prices started going up when the government increased the import duty and limited the quantum of imports for July-September to 100,000 tons. Import of Chana attracts 60 per cent customs duty and this led to lower imports and lesser availability in the domestic market. On the other hand, the government also imposed 50 per cent import duty on yellow pea, a cheaper substitute of Chana, and this increased the demand for Chana in the market. As a result, Chana imports fell by 93.4 per cent in first five months of 2018-19 to 22,500 tons compared with 340,000 tons last year. Meanwhile, Chana exports were up by 173 per cent to 120,664 tons during the first five months of 2018-19 compared with 44, 249 tons during the same period last year. These developments helped prices surge 21.6 per cent. Chana stocks in the physical market have weakened due to higher domestic consumption during the festive season and lower imports. The market conditions can push Chana prices further.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	36817	36579	36698	36894	37013	37209	Down
GOLD	30864	30615	30739	30890	31014	31165	Down
CRUDE OIL	4061	3860	3960	4057	4157	4254	Down
COPPER	441.20	435.70	438.50	440.70	443.50	445.70	Down
NATURAL GAS	340.50	298.70	319.60	330.70	351.60	362.70	Reversal
JEERA	19350	19105	19230	19415	19540	19725	Reversal
TURMERIC	6488	6340	6414	6462	6536	6584	Up
SOYBEAN	3425	3377	3401	3419	3443	3461	Reversal
RM SEED	4137	4102	4119	4131	4148	4160	Down
GUAR SEED	4499	4351	4425	4555	4629	4758	Up

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1223.3	+0.20
LONDON SPOT SILVER	\$14.36	-0.21
NYMEX CRUDE OIL	\$56.70	+0.43
NYMEX NATURAL GAS	\$4.732	+10.77

Economic Data

Data	Previous	Forecast	Time
Building Permits	1.24M	1.26M	7:00pm

RECOMMENDATIONS

COPPER

COPPER NOV: TRADING RANGE 436.50 -448.50.



Wait for our intraday trading strategy.

KAPAS

KAPAS APR: TRADING RANGE 1165 -1195.

KAPASSRNR 1904(NCKPAJ9)2018/11/19 - Daily B:1181.00 A:1197.00
 O 1212.00 H 1212.00 L 1182.00 C 1187.00 ↓ V 6,675 18,814 -24.5 -2.02%
 SMA(13) 1208.0 SMA(13) 1192.7 SMA(8) 1209.0



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