

Wednesday, 21 November 2018

**News, Views & Statistics**

**Oil Prices Plunge Further into Bear Market as Effectiveness of OPEC Cut Questioned**

Oil prices plummeted around 4% on Tuesday, falling deeper into a bear market, as markets became increasingly worried that supply will outstrip waning demand and OPEC reportedly remained undecided on the size of a production cut. New York-traded West Texas Intermediate crude futures slumped \$2.36, or 4.13%, at \$54.84 a barrel by 11:02 AM ET (16:02 GMT). Meanwhile, Brent crude futures, the benchmark for oil prices outside the U.S., sank \$2.62, or 3.92%, to \$64.17. With Tuesday's decline, U.S. crude hit its lowest level since October 2017 and has fallen nearly 30% from the four-year high reached this year on Oct. 3. Investors remain concerned that a global economic slowdown will dampen demand even as key producers -- mainly the U.S., Saudi Arabia and Russia -- continue to ramp up production. According to the oilfield services firm Baker Hughes, the U.S. rig count rose by 2 to 888 last week, the highest level since March 2015. The latest data from the U.S. EIA showed that U.S. crude production hit a record 11.7 million barrels per day (bpd), marking an increase of more than 20% since a year earlier. OPEC, which had been increasing production with the aim of offsetting the negative impact from U.S. sanctions on Iran, has recently been discussing a return to output cuts with non-OPEC producers led by Russia. United Arab Emirates' OPEC Governor Ahmed al-Kaabi said there was an initial agreement to cut production at the meeting on Dec. 6, but that the amount had yet to be decided, according to an interview with Al Bayan newspaper cited by Reuters. Recent reports suggested that the cartel had moved from considering a 1 million bpd cut to 1.4 million as prices began to decline and the U.S. granted waivers to Iranian crude export sanctions to six major countries. In other energy trading, gasoline futures tanked 4.01% to \$1.5194 a gallon by 11:05 AM ET (16:05 GMT), while heating oil fell 3.17% to \$2.0202 a gallon.

**Soybean futures edge down on lower demand**

Soybean futures edged down on NCDEX as speculators trimmed their bets amid lower demand from the oil millers. However, reports from SOPA which stated that India's soy meal exports in 2018/19 could jump as much as 70% from a year ago, buoyed by expected purchases from the world's biggest soybean buyer China, and limited some losses. Meanwhile, US soybean futures edged higher, rebounding from a near two-week low touched in the previous session, though gains were checked amid fears of a prolonged US-China trade war.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	36660	36203	36432	36728	36957	37253	Down
GOLD	30863	30638	30751	30870	30983	31102	Down
CRUDE OIL	3899	3693	3796	3957	4060	4221	Down
COPPER	436.35	427.10	431.70	440.20	444.80	453.30	Down
NATURAL GAS	314.90	297.70	306.30	319.80	328.40	341.90	Reversal
JEERA	19900	19140	19520	19710	20090	20280	Reversal
TURMERIC	6470	6364	6418	6482	6536	6600	Up
SOYBEAN	3406	3372	3389	3415	3432	3458	Reversal
RM SEED	4081	4026	4053	4094	4121	4162	Down
GUAR SEED	4513.50	4409	4461	4497	4549	4585	Up

### International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1222.54	-0.11
LONDON SPOT SILVER	\$14.32	-0.69
NYMEX CRUDE OIL	\$54.17	-5.77
NYMEX NATURAL GAS	\$4.265	-4.48

### Economic Data

Data	Previous	Forecast	Time
Core Durable	0.0%	0.4%	7:00pm
Jobless Claims	216K	215K	-
Crude Oil Inv	10.3M		9:00pm
NG inv.	39B		10:30pm

### RECOMMENDATIONS

#### LEAD

**LEAD NOV: TRADING RANGE 137.50 -140.50.**

LEAD 1811(MXLEAX8)2018/11/20 - Daily B:139.65 A:139.70

O 141.80 H 142.85 L 139.35 C 139.65 ↑ V 14,117 T 9,982,223 I 3,752 -1.9 -1.34%

SMA(13) 143.37 SMA(13) 139.78 SMA(8) 140.84



Wait for our intraday trading strategy.

# COCUD

**COCUD DEC: TRADING RANGE 1870 – 1940.**

COTTON SEED OIL 1812(NCCOUZ8)2018/11/20 - Daily B:1930.50 A:1930.50  
 O 1969.00 H 1995.00 L 1930.50 C 1930.50 ↑ V 67,560 I 35,280 -59.5 -2.99%  
 SMA(13) 1950.8 SMA(13) 1902.3 SMA(8) 1964.3



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