

Tuesday, 22 January 2019

News, Views & Statistics
Oil Prices Rise Despite Weak China Growth as U.S. Production Slows

Oil prices traded higher on Monday as investors shrugged off weak data from China and focused on another decline in U.S. drilling, suggesting that the recent increase in U.S. production could be about to level off. New York-traded West Texas Intermediate crude futures gained 12 cents, or 0.22%, at \$54.31 a barrel. Meanwhile, Brent crude futures, the benchmark for oil prices outside the U.S., traded up 32 cents, or 0.51%, to \$63.02. China reported overnight that its 2018 economic growth dropped to its slowest pace in nearly three decades, but analysts pointed to the fact that the slowdown was in line with expectations and simply reflected a normal part of the economic cycle. "It remains quite likely that the trade spat with the U.S. has played a part in this latest slowdown, but investors should also factor in that it simply isn't possible for the Chinese economy to grow at the pace that it has over the last 10 years, in the next 10 years, as the law of diminishing returns kicks in, and the economy becomes more mature," CMC (NS:CMC) Markets chief market analyst Michael Hewson said. While fears of the current global economic slowdown, particularly in the world's second largest economy and biggest oil importer, have raised concerns over the strength of demand.

Indonesia's Palm Oil exports seen down 3% in December: survey

Indonesia, the world's top producer of palm oil, was expected to have produced and exported less of the vegetable oil in December as harvest continued to ease from the peak and demand shifted, according to a survey by Reuters. Palm oil output fell to 3.90 million tons in December, from 3.98 million tons a month earlier, according to the survey. Exports of palm oil were estimated 2.90 million tons in December month, compared with 3 million tons in November. India, the world's top vegetable oil buyer, was suspected to have shifted some of its palm oil purchases to Malaysia from Indonesia last month, trade sources said. Malaysia's official data showed a 0.6 percent monthly increase in December palm oil shipments. India has cut import tax on palm oil from Southeast Asia this month, which is expected to help increase exports in January. Malaysian refined palm oil will now be taxed at 45%, while Indonesia and the rest will attract a 50% tax. Meanwhile, Indonesian domestic use of palm oil was estimated at 1.38 million tons in December, compared with 1.37 million a month earlier. Domestic consumption of palm oil in recent months has been supported by mandatory biodiesel use. By the end of 2018, palm oil stocks are estimated to have eased further to 3.43 million tons, from 3.90 million tons a month earlier, according to the survey.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	38941	38550	38770	38989	39225	39500	Down
GOLD	32039	31840	31957	32073	32222	32327	Down
CRUDE OIL	3876	3799	3838	3875	3910	3955	Up
COPPER	425.40	417.40	420.40	426.50	430.00	434.40	Down
NATURAL GAS	237.60	229.00	233.00	237.10	241.20	247.70	Down
JEERA	17040	16780	16910	17130	17260	17480	Down
TURMERIC	6640	6606	6624	6636	6654	6666	Down
SOYBEAN	3891	3851	3871	3900	3920	3949	Up
RM SEED	3809	3749	3779	3832	3862	3915	Up
GUAR SEED	6363.5	4972	5668	5051	5747	5130	Up

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1279.80	-0.11
LONDON SPOT SILVER	\$15.27	-0.39
NYMEX CRUDE OIL	\$54.17	-0.04
NYMEX NATURAL GAS	\$3.337	-4.16

Economic Data

Data	Previous	Forecast	Time
No major release	-	-	-

RECOMMENDATIONS

NG

NG JAN: TRADING RANGE 233.00-249.00.

NATURALGAS 1901(MXGASF9)2019/01/17 - Daily
 O 246.60 H 255.50 L 241.70 C 246.40 ↑ V 80,516 T 25,101,277 I 3,478 -1.5 -0.61%
 SMA(13) 227.59 SMA(13) 215.42 SMA(8) 230.60



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SOYBEAN

SOYBEAN FEB: TRADING RANGE 3750 – 3860.

Soy Bean Indore 1902(NCSOYG9)2019/01/17 - Daily
O 3668.00 H 3760.00 L 3668.00 C 3755.00 ↑ V 65,840 I 201,600 +88 +2.40%
SMA(13) 3617.0 SMA(13) 3554.3 SMA(8) 3659.5



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