

Agro Corner

*Source: www.ncdex.com * Dated 19th OCT 2019

@ Spot	Spot Rate	Weekly CHG (%)
Soybean (Indore)	3788	+1.04%
RM Seed (Jaipur)	4300	+0.80%
Soy oil (Indore)	754.4	-0.08%
Guar gum (Jodh)	7398	-0.03%
Guar seed (Jodh.)	3930	+0.68%
Jeera (Unjha)	16500	-0.90%
TMC (Nizamabad)	5935.4	-2.04%
Dhaniya (Kota)	6400	+1.69%

News Highlights:-

✓ **Cotton futures trade higher as demand rises:**
Cotton futures traded higher on MCX as speculators widened their portfolios amid rise in demand for yarns from bulk buyers at domestic and export markets. Though, pickup in cotton arrivals from major growing provinces of Punjab owing to rise in acreage in those areas capped up move.

Indian cotton exports to Vietnam for September declined 31% on year to 2,114 tn, said CCFGroup.com. Vietnam is among the top importers of raw cotton. It's total cotton imports for September were 94,600 tn, down 8.8% on year. The Cotton Corporation of India made its first procurement of 2019-20 (Oct-Sep) from farmers in Rajasthan and Punjab, a senior official with the state-owned agency said. This is in sharp contrast to the previous year, when no farmer turned up at the auction centers.

Cotton Outlook, however, has cut its estimate for global production to 26.5 mln tn from 26.7 mln tn seen earlier, mainly due to possibility of lower crop in the US and Pakistan. US crop is seen at 4.8 mln tn, down from 4.9 mln tn projected in August. In 2018-19, global cotton production was at 25.5 mln tn. The agency has also lowered its 2019-20 global cotton consumption estimate to 25.6 mln tn from 25.7 mln tn seen in August. Ending stock levels are now seen at 916,000 tn, compared with 960,000 tn projected earlier.

KAPAS (APR)

TRADING RANGE 1080-1120



Technical Outlook:

KAPAS (APR) futures technical chart has formed a "Ascending Broadening Wedge" pattern in daily time frame. Last session ended up in bullish in trend after taken reversal from lower levels, As per the technical aspects based on current price action, the market is expected to continue on the bullish trend. The continuation of the trend will be confirmed once the price breaks above a key resistance holding at 1105. The positive rally could extend all the way up to 1125-1145 levels in the upcoming trading sessions. An alternative scenario indicates that if the key resistance holds strong then the market might retest the same and turn bearish. The downside rally could test up to 1080-1060 levels. Key support holds at 1080.

@ Futures	Close	% change	S3	S2	S1	Pivot	R1	R2	R3	Trend
Soybean	3752	-0.61	3479	3544	3640	3705	3801	3866	3962	UP
RM seed	4141	-0.02	4010	4058	4100	4148	4190	4238	4280	UP
Soy oil	757.35	-0.19	737.7	742.2	749	753.5	760.3	764.8	771.6	SIDEWAYS
Guar Gum	7345	-0.10	7075	7176	7254	7355	7433	7534	7612	SIDEWAYS
Guar seed	3945	+0.04	3755	3803	3877	3925	3999	4047	4121	SIDEWAYS
Jeera	16205	-0.67	15870	16035	16130	16295	16390	16555	16650	DOWN
Turmeric	5760	+0.17	5457	5583	5667	5793	5877	6003	6087	DOWN
Dhaniya	6152	+0.18	5774	5867	6009	6102	6244	6337	6479	UP

Metals & Energy

@ Spot	Spot Rate(\$)	Weekly CHG (%)
Gold (London)	1493.35	+0.00%
Silver (London)	17.57	-0.05%
Crude Oil (Texas, US)	53.72	-2.11%
NG (Henry Hub, US)	2.358	+6.03%
Copper (London)	5820	+0.27%

News Highlights:-

- ✓ **The Gold, silver prices weaker as U.S. stock indexes near record highs:** Gold and silver prices are modestly lower in early U.S. trading Friday. The safe-haven metals are pressured in part by the U.S. stock indexes trading very close to their yearly and all-time highs—suggesting little risk aversion in the U.S. marketplace. December gold futures were last down \$5.30 an ounce at 1,493.00. December Comex silver prices were last down \$0.092 at \$17.52 an ounce. Asian and European stock markets were mostly down overnight, led by sharp losses in China stock indexes. The U.S. stock indexes are pointed toward slightly higher openings when the New York day session begins. World equity markets were pressured on news that China’s gross domestic product in the third quarter grew by 6.0% on an annual basis, which is the slowest pace in at least 27 years. The GDP 3Q figure was forecast at up 6.1%. On the positive side, China’s industrial production in September was reported up 5.8%, year-on-year, versus expectations for a rise of 4.9%. This news could be deemed bearish for the gold market, given that China is the world’s leading consumer of gold, along with India.
- ✓ **Copper futures end higher on Friday:** Copper futures ended higher on Friday on account of release of positive Chinese data on property and infrastructure growth along with expectations of a soft Brexit deal between Britain and the European Union. Further, the metal’s prices were supported by a weaker US dollar. Copper future for December delivery gained 1.5 percent to settle at \$2.6360 a pound on the Comex metals division of New York Mercantile Exchange. Copper on the London Metal Exchange closed up by 1.2 percent at \$5,806 a ton.

SILVER (DEC)

TRADING RANGE 44800-46300



Technical Outlook:

Silver (DEC) daily chart has formed “Falling channel” pattern. The last few sessions ended up in sideways trend along with some corrections inside the channel. The market is expected to continue on bearish momentum based on the price action, once the same breaks below a key support holding at 44800. The downside rally could test 44100 - 43300 levels in the upcoming sessions. Alternatively, if the market breaks above a key resistance holding at 46200 then it might turn bullish. The upside rally could test up to 48000 level. Key support holds at 44800.

@ Futures	Close	% change	52 wk H/L	S2	S1	Pivot	R1	R2	Trend
GOLD	38090	-0.28	40771/32289	37137	37491	38045	38399	38953	SIDEWAYS
SILVER	45500	-0.10	51489/38000	43935	44553	45498	46116	47061	SIDEWAYS
CRUDE OIL	3804	-0.03	4544/3622	3612	3740	3821	3949	4030	UP
NG	164.7	-0.06	198.6/154.4	149.37	153.45	160.35	164.75	171.35	DOWN
COPPER	440.7	0.71	460.95/431.7	432.75	437.95	440.7	445.9	448.65	UP
NICKEL	1171.2	-0.20	1315.2/1024.7	1218.3	1233.4	1254.2	1269.3	1290.1	DOWN
LEAD	155.3	-0.38	158.2/153.6	153.25	155.10	156.65	158.5	160.05	DOWN
ZINC	185.15	0.16	191.75/179.1	176.5	182.15	185.07	190.45	193.35	UP
ALUMINIUM	133.35	-0.15	143.9/133.25	131.95	132.85	134.45	135.35	136.95	DOWN

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