

Wednesday, 23 January 2019

**News, Views & Statistics**

**Oil tumbles as China slowdown bites**

Oil prices fell more than 2 percent on Tuesday on signs that an economic slowdown in China is spreading, stoking concerns about global growth and fuel demand. The gloomy news from the world's second-largest economy and top oil importer pulled down financial markets across Asia. International Brent oil futures were down \$1.49, or 2.4 percent, at \$61.25 a barrel by 1205 GMT. U.S. West Texas Intermediate (WTI) crude futures were down \$1.47, or 2.7 percent, at \$52.33. China reported the lowest annual economic growth in nearly 30 years on Monday and its state planner warned on Tuesday that falling factory orders point to a further drop in activity and more job losses. While China's oil imports have so far defied the economic slowdown, hitting a record above 10 million barrels per day (bpd) in late 2018, many analysts believe that the country has reached peak energy growth, with its thirst set to wane. "Slowing manufacturing activity in China is likely weighing on demand," said Singapore-based tanker brokerage Eastport, adding that industrial slowdowns tend to be leading indicators that feed gradually into lower demand for shipped oil products. In a sign of spreading economic weakness, growth in South Korea's export-oriented economy slowed to a six-year low of 2.7 percent in 2018, official data showed on Tuesday. The International Monetary Fund on Monday trimmed its 2019 global growth forecast slightly to 3.5 percent, from 3.7 percent in last October's outlook. Despite the darkening outlook, oil prices have gained some support from supply cuts by the Organization of the Petroleum Exporting Countries (OPEC) since the beginning of this month.

**Tamil Nadu government to procure Pulses at MSP**

Tamil Nadu (TN) government is likely to start procurement of Urad dal (black gram) and Moong dal (green gram) from February 1, with a view to ensuring Minimum Support Price for farmers who have cultivated pulses. Procurement of Pulses by the government at the announced prices will ensure that middlemen do not procure them at lower prices to the detriment of farmers' interests. Urad dal will be procured at a cost of Rs 56 a kg, Moong dal will be procured at Rs 69.75 per kg. Last month, Tamil Nadu government sought approval from Union Agriculture Ministry to implement Price Support Scheme for procurement of 58,425 tons of Urad dal and 16,900 tons of Moong dal during 2018-19. The procurement period approved is 90 days.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	39030	38571	38807	38963	39204	39365	Down
GOLD	32112	31873	32026	32085	32263	32347	Down
CRUDE OIL	3751	3666	3715	3778	3799	3850	Up
COPPER	420.25	412.00	417.00	421.40	422.50	427.00	Down
NATURAL GAS	225.50	217.00	222.00	229.30	230.30	236.00	Down
JEERA	16965	16730	16850	16985	17105	17240	Down
TURMERIC	6544	6456	6500	6574	6618	6692	Down
SOYBEAN	3874	3741	3807	3842	3908	3943	Up
RM SEED	3918	3869	3894	3907	3932	3945	Up
GUAR SEED	4394	4300	4347	4373	4420	4446	Up

### International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1282.70	+0.21
LONDON SPOT SILVER	\$15.31	+0.33
NYMEX CRUDE OIL	\$52.41	-3.02
NYMEX NATURAL GAS	\$3.158	-2.05

### Economic Data

Data	Previous	Forecast	Time
No major release	-	-	-

### RECOMMENDATIONS

#### NG

**NG JAN: TRADING RANGE 219.00-234.00.**



Wait for our intraday trading strategy.

# SOYBEAN

**SOYBEAN FEB: TRADING RANGE 3820-3900.**



Wait for our intraday trading strategy.

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