

Tuesday, 23 July 2019

News, Views & Statistics
Oil rises on Middle East Gulf tensions; Libya field resumes output

Oil prices rose more than 2% on Monday on concerns that Iran's seizure of a British tanker last week may lead to supply disruptions in the energy-rich Gulf. Brent crude futures climbed \$1.41, or 2.26%, to \$63.88 a barrel by 0840 GMT. WTI crude futures were up \$1.13, or 2.03%, at \$56.76 a barrel. Last week, WTI fell over 7% and Brent lost more than 6%. Tensions surrounding Iran "have likely added to the already strong geopolitical risk premium", JBC Energy said in a note. Iran's Revolutionary Guards said on Friday they had captured a British-flagged oil tanker in the Gulf in response to Britain's seizure of an Iranian tanker earlier this month. The move has increased the fear of potential supply disruptions in the Strait of Hormuz at the mouth of the Gulf, through which flows about one-fifth of the world's oil supplies. Britain was weighing its next moves on Monday, with few good options apparent as a recording emerged showing the Iranian military defied a British warship when it boarded and seized the ship. Capping gains was news that Libya's Sharara oilfield, the country's biggest, had resumed production at half capacity on Monday after being shut since Friday, which caused an output loss of about 290,000 bpd. Meanwhile, data late last week showed shipments of crude oil from Saudi Arabia, the world's top oil exporter, fell to a 1-1/2-year low in May.

Monsoon revival narrows Kharif sowing gap to 7%

The south-west monsoon showers covered the entire country on Friday after a four-day delay from the normal schedule, the IMD said. As compared to a 33% rain deficit in June, the monsoon rainfall as on Friday reported only 3% of shortfall during July 1-19 period. The area under all kharif crops has been by down only 7% year-on-year as of July 19, having improved from a 27% fall until a fortnight ago, showed the latest agriculture ministry data. Barring cotton and groundnut, the sowing of all other crops are still lower from a year before. The sowing of rice and pulses are worst affected with oilseeds and coarse cereals showing some recovery. Rice planting till this week stood at less than 140 lakh hectares, more than 9% less than 154 lakh hectares sown in the same week last year. Pulses cultivation was nearly 16% lower so far compared with the corresponding week last year with all three major pulses – arhar, urad and moong reporting drop in planting. There was considerable improvement in the sowing of coarse cereals this week with maize reaching almost the same levels as that in last year. However, jowar and bajra have some catching up to do to meet the same levels as last year. A drastic shortfall in soybean cultivation in Maharashtra and Madhya Pradesh dragged the oilseeds area down 8.43%. As against 119 lakh hectares covered in the corresponding week last year, the oilseeds have been sown in 111 lakh hectares so far this year.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	41220	40828	41024	41198	41394	41568	Up
GOLD	35090	34959	35025	35115	35181	35271	Up
CRUDE OIL	3885	3809	3847	3895	3933	3981	Down
COPPER	455.00	451.70	453.40	456.10	457.80	460.50	Down
NATURAL GAS	159.30	155.20	157.20	158.50	160.50	161.80	Down
JEERA	17735	17455	17595	17800	17940	18145	Up
TURMERIC	7118	7024	7072	7120	7168	7216	Up
SOYBEAN	3583	3548	3566	3582	3600	3616	Down
RM SEED	3921	3894	3907	3918	3931	3942	Sideways
GUAR SEED	4215	4147	4181	4237	4271	4327	Down

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1426.00	-0.06
LONDON SPOT SILVER	\$16.38	+0.37
NYMEX CRUDE OIL	\$56.23	-0.05
NYMEX NATURAL GAS	\$2.329	+1.35

Economic Data

Data	Previous	Forecast	Time
No major release	-	-	-

RECOMMENDATIONS

NICKEL

NICKEL JULY: TRADING RANGE 998.50 – 965.50.

NICKEL 1st(MXNICC1)2019/07/22 - Daily B:990.20 A:990.40

O 1005.00 H 1014.40 L 985.70 C 990.40 V 53,832 T 13,413,427 I 9,533 -20.7 -2.05%

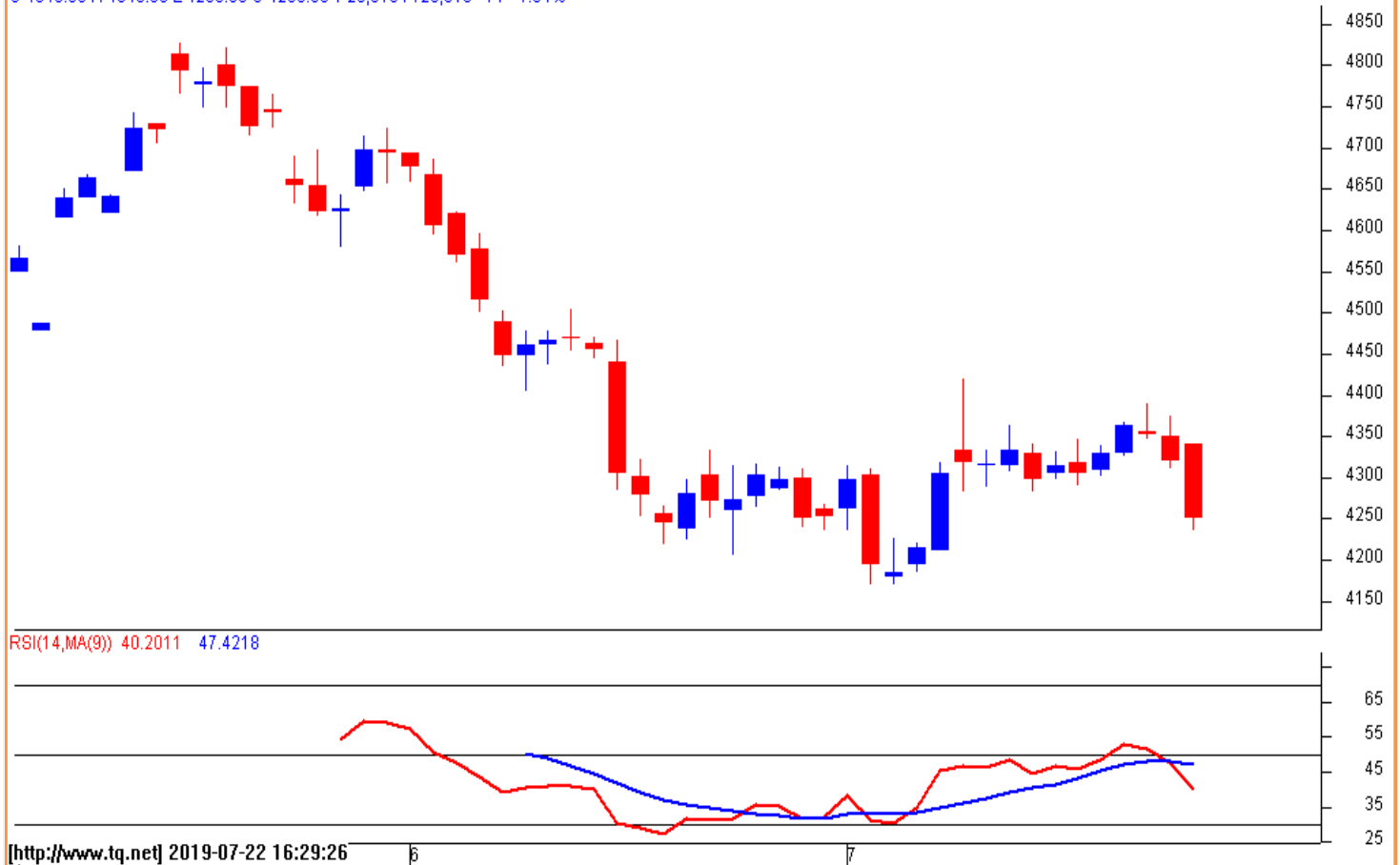


The trend is indecisive in this metal counter. Wait for our intraday trading strategy.

CHANA

CHANA AUG: TRADING RANGE 4120 - 4245.

CHANA BIKANER 1908(NCCHAQ9)2019/07/22 - Daily B:4248.00 A:4253.00
O 4340.00 H 4340.00 L 4236.00 C 4250.00 V 29,010 I 123,610 -71 -1.64%



The trend is indecisive in this agro counter. Wait for our intraday trading strategy.

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