

Tuesday, 25 June 2019

News, Views & Statistics

Copper Strike Extended at Top Miner After Unions Reject Offer

Workers at top copper producer Codelco's third-largest mine rejected the state company's latest contract offer in a vote on Saturday, extending a strike. A majority of Chuquicamata workers voted against Codelco's collective proposal, the company said in a statement on Saturday. The Santiago-based miner has the option to present a new offer five days after the vote, effectively prolonging the stoppage -- now in its 11th day -- until June 28. "The offer is the best effort that Codelco can make within a collective contract negotiation," the company said in a statement. According to Chilean labor rules, Chuquicamata workers can individually go back to work on June 29, automatically accepting a previous offer made by Codelco earlier in the negotiation process, it said. The supply disruption at Chuquicamata has helped lift the outlook for prices of the industrial metal at a time when supply is already tight and inventories in China are declining. Copper futures in New York climbed on Thursday to the highest in almost a month as the labor strife dragged on. On Monday, workers blocked an access road that leads to mines in Codelco's northern division and Freeport McMoRan Inc.'s El Abra for three-and-a-half hours. Protesters had planned the blockade to create a traffic jam that will delay workers from starting their morning shift at the mines, Liliana Ugarte, the president of Chuquicamata Union No. 2, said in a telephone interview.

Global Soybean output may fall 2% in 2019-20: USDA

Global soybean production in 2019-20 is forecast to reach 355.4 million tons, a 2% year-on-year decline, as US soy harvest is estimated to decline due to low prices, high carry-over, weather issues, and uncertainty over trade with China, according to the USDA. In 2019-20, Brazil and US will continue to be the main global soybean suppliers accounting for nearly 85% of global trade, while China is projected to remain the leader in global soy imports at 58% of total purchases, the USDA said. Brazil is expected to be the leading soybean exporter in 2019-20 with 75 million mt sales due to the preferential access to Chinese market amid the US-China trade dispute, the USDA said. China soybean imports in 2019-20 are projected up 2.3% on year to 87 million mt, it said. The 2019/20 soybean ending stocks are estimated to decline by 0.4 million tons mainly reflecting lower carrying due to revisions to 2018/19 balance sheets. Beginning stocks for 2019/20 are reduced for Argentina and China offsetting higher stocks for the United States. For Argentina, stocks are lowered on a 1.5-million-ton increase to exports to 7.8 million for 2018/19 based on the recent pace of shipments. Beginning stocks are lowered for China due to a 1-million-ton decrease to imports to 85 million for 2018/19.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	38055	37793	37924	38057	38188	38321	Up
GOLD	34415	34172	34293	34376	34497	34580	Up
CRUDE OIL	3995	3888	3941	4002	4055	4116	Down
COPPER	414.80	409.50	412.10	414.80	417.50	420.20	Down
NATURAL GAS	159.80	150.30	155.10	157.8	162.60	165.30	Down
JEERA	17180	17005	17095	17240	17330	17475	Up
TURMERIC	6380	6168	6274	6338	6444	6508	Up
SOYBEAN	3607	3576	3591	3603	3618	3630	Down
RM SEED	3904	3876	3890	3909	3923	3942	Sideways
GUAR SEED	4232	4166	4199	4232	4265	4298	Down

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1414.56	+0.83
LONDON SPOT SILVER	\$15.38	+0.46
NYMEX CRUDE OIL	\$57.37	-0.76
NYMEX NATURAL GAS	\$2.325	+5.20

Economic Data

Data	Previous	Forecast	Time
CB Consumer con.	134.1	132.0	7:30pm
Fed Chair Powell	-	-	10:30pm

RECOMMENDATIONS

SILVER

SILVER JULY: BUY AT 37880-37870 TP-38139 SL BELOW 37690.

SILVER 1907(MXSILN9)2019/06/24 - Daily B:38051.00 A:38058.00
O 38099.00 H 38190.00 L 37926.00 C 38053.00 V 13,036 T 14,881,809 I 12,563 +99 +0.26%



Although it was a sluggish day for Silver, the bulls are charged up as far as the mid term trend is concerned. Buy on dips.

DHANIYA

DHANIYA JULY: SELL AT 6860-6865 TP-6785/6730 SL ABOVE 6910.

CORIANDER 1907(NCCODN9)2019/06/24 - Daily B:6815.00 A:6828.00
O 6945.00 H 6959.00 L 6805.00 C 6825.00 V 6,110 I 0 -134 -1.93%



Dhaniya is signaling further weakness in the trend as weekly chart formation is bearish. Sell on small rise.

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Contact

SMS: 'Arihant' to 56677

Websitewww.arihantcapital.com**Email Id**research@arihantcapital.com**ARIHANT Capital Markets Ltd**Commodity/Currency Research Desk: 6, Lad Colony, Y.N. Road Indore-3
T: 0731-4217191. Fax: 0731-4217103Corporate Office: 1011, Solitaire Corporate Park, Building No.10, 1st Floor,
Andheri Ghatkopar Link Road, Chakala, Andheri (East), Mumbai-400093
D. +91.22.42254800 and 67114800
www.arihantcapital.com

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