

Tuesday, 26 March 2019

**News, Views & Statistics**
**Gold Prices Rise to 1-Month Highs as Global Growth Worries Spur Safe-Haven Demand**

Gold prices rose to a one-month high on Monday as lingering concerns over the outlook for the global economy increased demand for the safe-haven precious metal, despite positive data out of Germany and some relief that the investigation into alleged collusion in the 2016 election campaign ended without charges against U.S. President Donald Trump. At 11:27 AM ET (15:27 GMT), gold futures for April delivery on the Comex division of the New York Mercantile Exchange rose \$8.95, or 0.68%, to \$1,327.65 a troy ounce, its best level since Feb. 28. Risk-off sentiment that caused the worst day in the S&P 500 so far this year on Friday applied further pressure at the beginning of this week, benefiting gold as a safe-haven option. The inversion of the bond yield curve in the U.S. on Friday saw investors flock from riskier assets such as stocks in a flight to gold. Gold, which has benefited from continues worries over the global economy, particularly in China and Europe, is up more than 10% since it hit lows last August. The inversion of the yields in bonds, often seen as a leading indicator of recession, drove those worries further even as the U.S. and China are immersed in an ongoing trade dispute that puts the global economy at risk. Chicago Federal Reserve Bank President Charles Evans also downplayed the yield curve inversion, given his confidence in the U.S. economic outlook. "Some of this is structural, having to do with lower trend growth, lower real interest rates," he said Monday at the Credit Suisse Asian Investment Conference in Hong Kong. Former Fed Chairwoman Janet Yellen also said on Monday that the yield curve may signal the need to cut interest rates at some point, but it does not signal a recession. Unable to shake the general feeling of economic woe, German data had provided positive signs on Monday as business confidence in the euro zone's largest economy rebounded more than expected, posting its first improvement after six months of declines. With a thin U.S. economic calendar on Monday, the focus this week will be on the final reading of fourth-quarter growth along with data on personal consumption expenditures (PCE) inflation, the Federal Reserve's preferred metric for inflation.

**US soybean area to rise despite tensions with China**

Despite trade tensions with China over soybeans, US farmers were still looking to plant large quantities of soybeans this spring making it seem likely large stocks will continue to pressure the market. AHDB analyst Aidan Wright said the US had failed to shift large enough volumes of soybeans this season due to the continued trade tensions with China. "Despite these unresolved political issues, current price ratios between US maize and soybean futures still indicate a slightly higher return for planting soybeans,"

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	38585	38254	38420	38516	38682	38778	Up
GOLD	32212	32008	32110	32174	32276	32340	Reversal
CRUDE OIL	4103	4006	4055	4079	4128	4152	Up
COPPER	437.00	432.80	434.90	436.30	438.40	439.80	Down
NATURAL GAS	189.90	185.60	187.80	189.00	191.20	192.40	Up
JEERA	15500	15410	15455	15505	15550	15600	Up
TURMERIC	5980	5872	5926	6018	6072	6164	Down
SOYBEAN	3693	3670	3682	3693	3705	3716	Up
RM SEED	3725	3710	3717	3733	3740	3756	Down
GUAR SEED	4368	4335	4352	4383	4400	4431	Down

### International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1321.48	+0.63
LONDON SPOT SILVER	\$15.54	+1.30
NYMEX CRUDE OIL	\$59.24	+0.42
NYMEX NATURAL GAS	\$2.744	-0.07

### Economic Data

Data	Previous	Forecast	Time
CB Consu. Con.	131.4	132.1	7:30pm

### RECOMMENDATIONS

#### SILVER

**SILVER MAY: BUY AT 38460-38450 TP-38787/39050 SL BELOW 38220.**



Bulls are trying hard to get an edge in Silver, without much success. However, things may take a turn in their favor as the white metal is gearing up for a short term rally from here.

# COCUD

**COCUD APR: SELL BELOW 2275 TP-2233 SL ABOVE 2304.**

COTTON SEED OIL 1904(NCCOUJ9)2019/03/25 - Daily B:2281.00 A:2282.00  
O 2275.50 H 2310.00 L 2275.50 C 2282.00 V 76,790 I 92,140 +6.5 +0.29%



After a seemingly unstoppable rise, COCUD is slowly slipping into a 'tired bull' situation as technical charts are signaling a minor sell-off before a fresh leg of rally.

**Disclaimer:** This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report.

**Contact**

SMS: 'Arihant' to 56677

**Website**[www.arihantcapital.com](http://www.arihantcapital.com)**Email Id**[research@arihantcapital.com](mailto: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](http://www.arihantcapital.com)

RCH-CMB-