

Friday, 26 October 2018

News, Views & Statistics

OPEC, allies may need to change course as oil inventories rise: panel

OPEC signaled on Thursday it may have to return to oil production cuts as global inventories rise, in a statement that may further sour relations with U.S. President Donald Trump. The president has repeatedly lashed out at the Organization of the Petroleum Exporting Countries, saying it is not supplying enough oil. OPEC, plus Russia and other allied non-OPEC producers agreed to pump more in June. An OPEC and non-OPEC ministerial panel concluded that supply is "very comfortable" compared to demand and warned producers may need a change of tack because of rising inventories and economic uncertainties. "The committee, however, expressed concerns about rising inventories in recent weeks and also noted looming macroeconomic uncertainties which may require changing course," a statement issued by OPEC said. Brent crude oil, the global benchmark, has lost about \$10 a barrel since hitting a four-year high of \$86.74 on Oct. 3, on signs of ample supply even as U.S. sanctions on Iran aimed at cutting the OPEC member's oil exports loom. For now, producers are making progress in increasing production in line with the June agreement. OPEC and its partners agreed in June to lift oil supplies so that compliance with output curbs in place since January 2017 falls to 100 percent, from closer to 150 percent because of declining production in some countries. Countries complied with 111 percent of pledged supply curbs in September, the statement said, meaning production increased from August when adherence was 129 percent.

Cotton arrivals tumble in Maharashtra

Cotton arrivals declined significantly in Maharashtra, the second-largest producer of the fiber crop, forcing ginning mills to operate at 25-30 per cent of capacity as farmers held back stocks on expectations prices will rise. Cotton arrivals in Maharashtra have been ruling low at about 7,500 bales per day against the normal daily arrival of about 15,000 bales a day around this period of the year. The daily all-India Cotton arrivals are currently at 75,000 bales to 80,000 bales of 170 kg each, according to Cotton Association of India. While farmers are waiting for prices to rise to offload stocks, ginners are going slowly on purchases, expecting rates to cool once the prices of Cotton seed soften with growing arrivals. Raw Cotton prices have increased to Rs 5,850/ quintal in Maharashtra – more than the MSP prices for medium staple and long staple Cotton of Rs 5,150/quintal and Rs 5,450/quintal, respectively. Ginning mills have been operating at 25-30 per cent of capacity.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	38610	38331	38471	38740	38880	39149	Up
GOLD	31851	31662	31757	31935	32030	32208	Up
CRUDE OIL	4947	4808	4877	4923	4992	5038	Down
COPPER	448.10	437.90	443.00	446.60	451.70	455.30	Sideways
NATURAL GAS	235.40	228.70	232.10	234.30	237.70	239.90	Up
JEERA	19700	19520	19610	19800	19900	20070	Down
TURMERIC	6660	6580	6620	6650	6690	6720	Sideways
SOYBEAN	3296	3219	3257	3279	3317	3339	Down
RM SEED	4212	4175	4193	4214	4232	4253	Down
GUAR SEED	4762	4533	4647	4716	4830	4899	Up

International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1229.05	-0.36
LONDON SPOT SILVER	\$14.61	-0.48
NYMEX CRUDE OIL	\$67.51	1.35
NYMEX NATURAL GAS	\$3.123	-1.14

Economic Data

Data	Previous	Forecast	Time
Advance GDP q/q	4.2%	3.3%	6:00pm
GDP price Index	3.0%	2.1%	-

RECOMMENDATIONS

CRUDE OIL

CRUDE OIL NOV: TRADING RANGE 4870 – 4980.



Wait for our intraday trading strategy.

GUARSEED

GUARSEED NOV: BUY AT 4722-4720 TP-4783/4827 SL BELOW 4680.

GUAR SEED 1811(NCGRSX8)2018/10/25 - Daily B:4761.50 A:4762.00
 O 4645.00 H 4784.00 L 4601.00 C 4762.00 ↑ V 189,490 | 92,590 +107 +2.30%
 SMA(13) 4493.4 SMA(13) 4395.3 SMA(8) 4578.8



Guarseed juggernaut seems to have no stopping at the moment with back to back bullish candlesticks in its kitty. Buy on small dips.

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