

Tuesday, 27 November 2018

News, Views & Statistics
Saudi Arabia pumps record amount of oil as Trump piles on pressure

Saudi Arabia raised oil production to an all-time high in November, an industry source said on Monday, as U.S. President Donald Trump piled pressure on the kingdom to refrain from production cuts at an OPEC meeting next week. The meeting, at which OPEC members will consider how to arrest a decline in oil prices, comes days after leaders of top global oil producers - Russian President Vladimir Putin, Saudi Crown Prince Mohammed bin Salman and Trump - travel to Argentina for a G20 summit this week. Saudi Arabia agreed to raise supply steeply in June, in response to calls from consumers, including the United States and India, to help cool oil prices and address a supply shortage after Washington imposed sanctions on Iran. But the move backfired on Riyadh after Washington imposed softer than expected sanctions on Tehran. That triggered worries of a supply glut and prices collapsed to below \$60 per barrel on Friday from as high as \$85 per barrel in October. The industry source, who is familiar with the matter, said Saudi crude oil production hit 11.1-11.3 bpd in November, although it will not be clear what the exact average November output is until the month is over. Those levels are up around 0.5 million bpd - equal to 0.5 percent of global demand - from October and more than 1 million bpd higher than in early 2018, when Riyadh was curtailing production together with other OPEC members. Non-OPEC Russia, which teamed up with Saudi Arabia in the first OPEC joint production cuts since 2016, has also raised production steeply in recent months to a post-Soviet high of 11.4 million bpd.

Indonesia's Palm Oil output, exports down in October: survey

Indonesia's palm oil production and exports fell in October from the previous month following the peak of the harvest season, while domestic consumption rose on demand for biodiesel, according to a survey by Reuters. Palm oil output fell to 3.99 million tons in October, from 4.25 million tons in September, according to a survey of two palm oil groups and a state palm research firm. Production of palm oil in Indonesia, the world's top producer, typically peaks around September and slows down in the following months. Exports of the vegetable oil were seen at 3.03 million tons last month, down slightly from 3.06 million tons in September. Domestic use of palm oil was estimated at 1.24 million tons in October, up from 1.15 million a month earlier and the highest figure since Reuters began the survey in 2014. Indonesia implemented a mandatory B20 biodiesel programmers starting in September which is aimed at absorbing excess supply of palm oil, which is used as feedstock for the fuel's bio-content. By the end of October, palm oil stocks were estimated at 4.35 million tons, according to the survey, down from 4.80 million tons a month earlier.

| COMMODITY | CLOSE | S2 | S1 | PIVOT | R1 | R2 | TREND |
|-------------|--------|--------|--------|--------|--------|--------|----------|
| SILVER | 36032 | 35715 | 35873 | 36159 | 36317 | 36603 | Down |
| GOLD | 30561 | 30340 | 30450 | 30556 | 30666 | 30772 | Down |
| CRUDE OIL | 3658 | 3538 | 3598 | 3655 | 3715 | 3772 | Down |
| COPPER | 429.95 | 426.30 | 428.10 | 431.00 | 432.80 | 435.60 | Down |
| NATURAL GAS | 293.60 | 270.20 | 281.90 | 294.20 | 305.90 | 318.20 | Reversal |
| JEERA | 19370 | 19125 | 19250 | 19365 | 19490 | 19605 | Reversal |
| TURMERIC | 6410 | 6138 | 6278 | 6388 | 6524 | 6638 | Up |
| SOYBEAN | 3362 | 3273 | 3317 | 3374 | 3418 | 3475 | Reversal |
| RM SEED | 4044 | 3993 | 4018 | 4067 | 4092 | 4141 | Down |
| GUAR SEED | 4283 | 4164 | 4224 | 4342 | 4402 | 4520 | Up |

International Markets

| COMMODITY | CLOSE | % CHANGE |
|--------------------|-----------|----------|
| LONDON SPOT GOLD | \$1222.16 | -0.08 |
| LONDON SPOT SILVER | \$14.23 | -0.28 |
| NYMEX CRUDE OIL | \$51.69 | +2.34 |
| NYMEX NATURAL GAS | \$4.109 | -3.43 |

Economic Data

| Data | Previous | Forecast | Time |
|---------------|----------|----------|--------|
| CB Con. Conf. | 137.9 | 136.2 | 8:30pm |

RECOMMENDATIONS

ZINC

ZINC NOV: TRADING RANGE 175.50 -181.30.



Wait for our intraday trading strategy.

CASTOR

CASTOR DEC: TRADING RANGE 5400 -5550.

CASTOR SEED NEW 1812(NCCTNZ8)2018/11/26 - Daily B:5488.00 A:5494.00
 O 5678.00 H 5712.00 L 5474.00 C 5488.00 ↓ V 42,315 | 113,550 -154 -2.73%
 SMA(13) 6038.8 SMA(13) 5840.8 SMA(8) 5835.0



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