

Tuesday, 28 May 2019

News, Views & Statistics
Oil rises to \$69 as Mideast tension and supply cuts offset trade concerns

Oil rose to about \$69 a barrel on Monday, supported by Middle East tensions and OPEC-led supply cuts, though concern over the U.S.-China trade dispute and global economy capped gains. Supply cuts - both voluntary by the Organization of the Petroleum Exporting Countries (OPEC) and allies, plus those resulting from U.S. sanctions - have helped Brent crude, the global benchmark, rise by about 29 percent this year. Brent was up 33 cents at \$69.02 a barrel by 1334 GMT, having fallen by about 4.5% last week. U.S. West Texas Intermediate crude was down 30 cents at \$58.33. "The main factor preventing the market from going higher on the geopolitical news is really the concern about the global economy," said Petromatrix oil analyst Olivier Jakob. Both crude contracts registered their biggest weekly price declines of the year last week. Public holidays in the United States and Britain on Monday limited participation, keeping volumes low. Tension between the United States and Iran, with Washington's announcement on Friday that it would deploy more troops to the Middle East, is supporting the market but some analysts said its impact could be limited. "These move further increases tensions in the regions, but with the U.S. and UK markets closed today and most of the geopolitical tension likely already priced in to the market, effects on crude prices may remain subdued," JBC Energy said in a report. Nonetheless, concern about the global economy weighed. Figures on Monday showed that profits for Chinese industrial companies shrank in April while new orders for U.S.-made capital goods fell more than expected. "The macroeconomic outlook does not look good,".

Odisha to procure Oil seeds, Pulses under PSS

The Odisha state government has decided to commence procurement of oil seeds and pulses under Price Support Scheme (PSS) from farmers starting May 24. The Ministry of Agriculture, Cooperation and Farmers Welfare has approved the State Government's proposal for procurement of 14,210 ton of green gram (Moong), 1,103 ton of black gram (Biri), 6,580 ton of shelled groundnut and 10,500 ton of sunflower seeds from farmers at Minimum Support Price (MSP) for 2018-19 Rabi season to prevent distress sale. The Centre has fixed the MSP of Moong at Rs 6,975 per quintal, Biri at Rs 5,600 per quintal, groundnut at Rs 4,890 per quintal and sunflower seed at Rs 5,388 per quintal. The procurement operation, which will continue for two months till July 27, will be undertaken by National Agricultural Cooperative Marketing Federation of India Ltd (Nafed) through two State agencies - Odisha State Cooperative Marketing Federation (Mark fed) and Tribal Development Cooperative Corporation of Odisha Limited (TDCCL).

| COMMODITY | CLOSE | S2 | S1 | PIVOT | R1 | R2 | TREND |
|-------------|--------|--------|--------|--------|--------|--------|----------|
| SILVER | 36483 | 36362 | 36422 | 36516 | 36576 | 36670 | Up |
| GOLD | 31590 | 31473 | 31532 | 31613 | 31672 | 31753 | Up |
| CRUDE OIL | 4121 | 4024 | 4072 | 4101 | 4149 | 4178 | Down |
| COPPER | 418.10 | 415.10 | 416.60 | 417.70 | 419.20 | 420.20 | Down |
| NATURAL GAS | 178.80 | 175.20 | 177.00 | 179.30 | 181.10 | 183.40 | Down |
| JEERA | 17470 | 17285 | 17380 | 17555 | 17650 | 17825 | Up |
| TURMERIC | 6884 | 6732 | 6808 | 6930 | 7006 | 7128 | Up |
| SOYBEAN | 3725 | 3692 | 3708 | 3734 | 3750 | 3776 | Down |
| RM SEED | 3919 | 3888 | 3904 | 3931 | 3947 | 3974 | Sideways |
| GUAR SEED | 4338 | 4278 | 4308 | 4363 | 4393 | 4448 | Down |

International Markets

| COMMODITY | CLOSE | % CHANGE |
|--------------------|-----------|----------|
| LONDON SPOT GOLD | \$1284.86 | -0.15 |
| LONDON SPOT SILVER | \$14.56 | -0.21 |
| NYMEX CRUDE OIL | \$59.23 | +1.37 |
| NYMEX NATURAL GAS | \$2.596 | -1.03 |

Economic Data

| Data | Previous | Forecast | Time |
|------------------|----------|----------|------|
| No major release | - | - | - |

RECOMMENDATIONS

COPPER

COPPER JUNE: TRADING RANGE 424.00 – 415.00.



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

SOYBEAN

SOYBEAN JUNE: TRADING RANGE 3730 – 3620.

Soy Bean Indore 1906(NCSOYM9)2019/05/27 - Daily B:3722.00 A:3728.00
O 3758.00 H 3759.00 L 3717.00 C 3725.00 V 17,270 I 109,450 -11 -0.29%



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

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 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

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

RCH-CMB-