

Friday, 30 November 2018

**News, Views & Statistics**

**Oil Prices Jump Back over \$51 as Russia Backs Output Cut**

Oil prices erased an earlier decline that took U.S. crude below \$50 for the first time in more than a year and jumped on reports that Russia recognized the need for major producers to cut production. New York-traded West Texas Intermediate crude futures rose 98 cents, or 1.98%, at \$51.27 a barrel by 9:35 AM ET (14:35 GMT). Meanwhile, Brent crude futures, the benchmark for oil prices outside the U.S., traded up 71 cents, or 1.20%, to \$59.80. The Russian Energy Ministry held a meeting with its country's domestic producers and talks revealed that there was a consensus that an output reduction was necessary and parties were analyzing the size and timing of cuts, Reuters reported citing sources familiar with the talks. Crude prices had taken a hit earlier on Thursday as reports surfaced that Russian President Vladimir Putin was comfortable with a \$60 dollar barrel of oil. The Russian leader had insisted that the budget would be balanced with prices as low as \$40 a barrel, spooking investors who read the remarks as a sign that Russia might not agree to further cuts. West Texas Intermediate oil fell more than 1% to hit \$49.46, the first time it had been below \$50 since October 2017. Saudi Arabia has been pushing OPEC and its non-OPEC allies led by Russia to agree to reduce production given the more-than-30% decline in prices since last October. Analysts believe that the group will announce a reduction of 1.1 million barrels per day when they meet in Vienna on Dec. 6-7. With the U.S. and Saudi Arabia producing at record levels and rising inventories in the U.S., investors have been concerned that OPEC will be unable to counteract increasing supply. Traders will meanwhile keep an eye on this weekend's G20 summit, where Putin is expected to meet on the sidelines with Saudi Arabia's Crown Prince to discuss plans for output.

**Scant rain likely to hit Coriander output in key growing area**

Coriander, one of the rabi spices, is being threatened by scanty rains in Rajasthan and Gujarat, the second and third largest producing states respectively after Madhya Pradesh, which together account for nearly 60% of the country's total output. Coriander production is likely to decline by a-third from the previous year to around 240,000 tons in 2018-19 (Oct-Sep). It is not only deficient rainfall but also subdued prices through last season, because of the large imports, that has forced some farmers to hold back from sowing Coriander. Prices of Wheat and Chana offer better returns, Chana prices are currently hovering at 4,800 rupees per quintal, while wheat prices are at a two-year high of 2,183 rupees, so farmers are going for those crops instead of Coriander. In Gujarat, the second largest producer of the spice, farmers have sown Coriander over 2,200 ha so far, down 90.3% from the previous year, according to the state agriculture department.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	35636	35283	35459	35729	35905	36175	Down
GOLD	30228	30117	30172	30256	30311	30395	Down
CRUDE OIL	3627	3402	3515	3576	3689	3750	Down
COPPER	426.95	422.30	424.60	428.80	431.20	435.40	Down
NATURAL GAS	321.7	304.60	313.10	320.10	328.60	335.60	Reversal
JEERA	18790	18350	18570	18975	19195	19600	Reversal
TURMERIC	6400	6338	6370	6416	6448	6494	Up
SOYBEAN	3348	3291	3319	3370	3398	3449	Reversal
RM SEED	3998	3919	3958	4010	4049	4101	Down
GUAR SEED	4246	4150	4198	4275	4323	4400	Up

### International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1224.9	+0.33
LONDON SPOT SILVER	\$14.29	-0.14
NYMEX CRUDE OIL	\$52.00	+2.99
NYMEX NATURAL GAS	\$4.414	-2.24

### Economic Data

Data	Previous	Forecast	Time
No major release	-	-	-

## RECOMMENDATIONS

### COPPER

**COPPER NOV: TRADING RANGE 424.50 – 433.50.**

COPPER 1811(MXCOPX8)2018/11/29 - Daily B:427.30 A:427.35  
O 433.00 H 433.00 L 426.45 C 427.40 ↑ V 33,810 T 14,495,476 I 6,012 -7.45 -1.71%

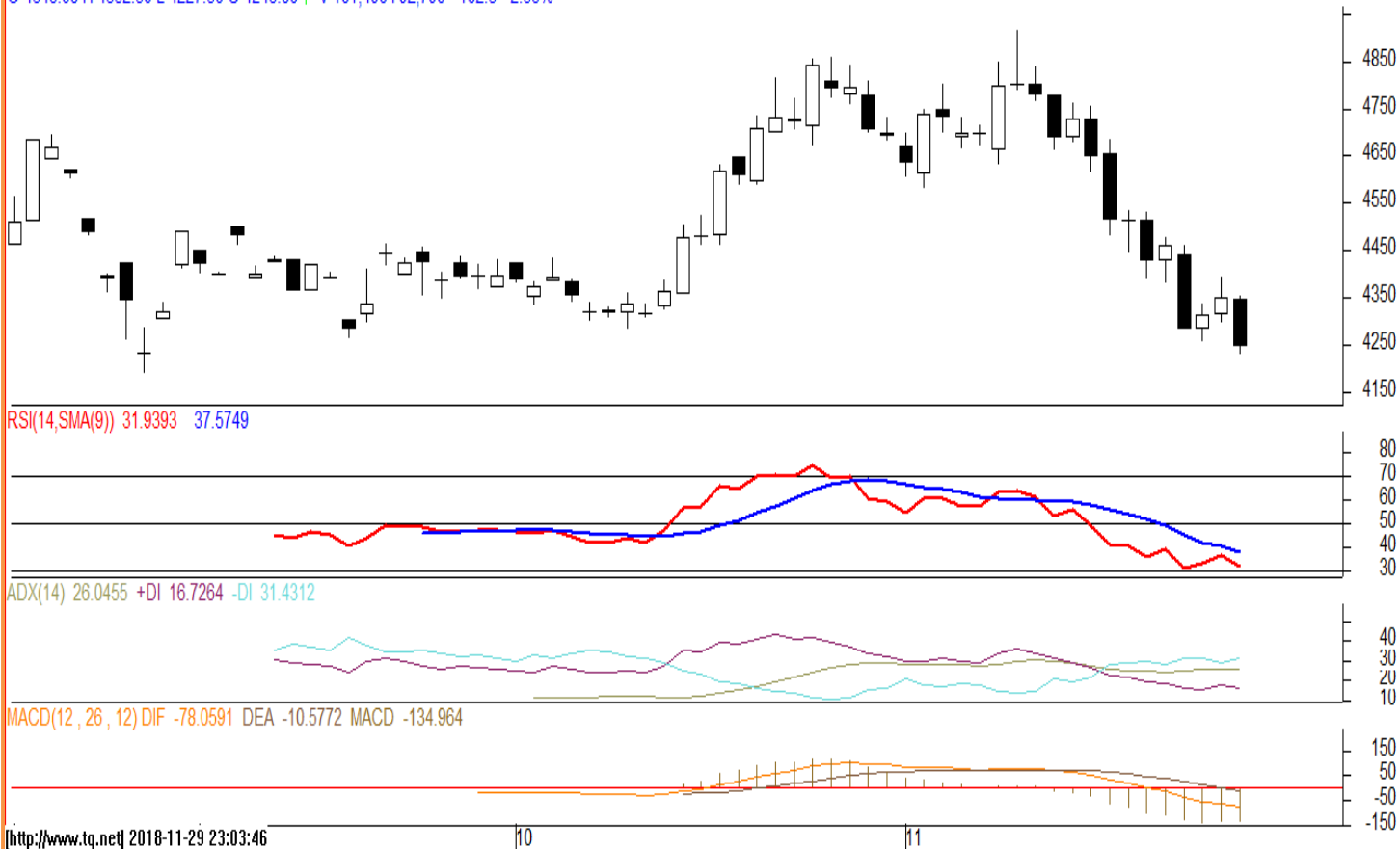


Wait for our intraday trading strategy.

## GUARSEED

**GUARSEED DEC: SELL AT 4270-4275 TP-4203 SL ABOVE 4315.**

GUAR SEED 1812(NCGRSZ8)2018/11/29 - Daily B:4246.00 A:4247.50  
O 4346.00 H 4352.50 L 4227.50 C 4246.00 ↑ V 101,490 192,790 -102.5 -2.36%



Guarseed broke below the bearish continuation pennant pattern after taking a halt for a couple of days. Sell on small rise.

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