



Friday, 23 December 2016

News, Views & Statistics

Gold flirts with 11-month lows after positive U.S. data

Gold prices fell towards last week's 11-month lows on Thursday, after data showed that the U.S. economy grew faster than initially estimated in the third quarter, notching its best performance in two years. Gold for February delivery on the Comex division of the New York Mercantile Exchange dipped \$3.00, or 0.25%, to \$1,130.15 a troy ounce by 9:00AM ET (14:00GMT). Prices of the yellow metal sank to \$1,124.30 last week, a level not seen since February 2. The Commerce Department said the U.S. economy grew 3.5% in the three months ended September 30, up from a previous estimate of 3.2% and improving from growth of 1.4% in the second quarter. The report showed personal consumption rose 3.0% in the third quarter, up from an initial estimate of 2.7%. Consumer spending typically accounts for nearly 70% of U.S. economic growth. A separate report showed that the number of Americans filing for unemployment benefits rose to a six-month high last week, while orders for big-ticket U.S. goods declined last month for the first time in five months.

Pulses import to affect farmers

India has been targeting to create a buffer stock of 20 lakh tones of Pulses in 2016-17 to ensure remunerative prices to farmers. But as the reports of procurement are revealed, the country is unlikely to meet the target. The government has been coming out with different plans to control the prices of Pulses in the country and to make sure enough Pulses are available in the markets. Pulses price were at very high levels during the previous months but has cooled down now. It planned to import 10 lakh tones of Pulses for buffer stock and the rest of the buffer stock target was aimed to procure five lakh tones each from domestic kharif and rabi harvests. But at present, the pace of government purchase is slow and many of the Pulses in many marketing centers where prices of kharif Pulses are ruling below the minimum support price (MSP). The Agri-cooperative National Agricultural Cooperative Marketing Federation of India (Nafed) has procured 120,567 metric tons of Pulses from kharif crops as of December 16. Nafed is targeting to procure 7 lakh tones of Pulses during the kharif and rabi seasons of the 2016-17 crop years to create buffer stock on behalf of the government. In the current season also, the Pulses growers are likely to be affected as many of Pulses are below MSP at current levels itself.

COMMODITY	CLOSE	S2	S1	PIVOT	R1	R2	TREND
SILVER	38905	38517	38711	39054	39248	39591	Up
GOLD	26973	26754	26863	26972	27081	27190	Up
CRUDE OIL	3608	3523	3566	3594	3637	3665	Down
COPPER	376.7	367.8	372.2	374.7	379.2	381.7	Up
NATURAL GAS	240	233.7	236.8	241.6	244.7	249.5	Down
JEERA	16900	16707	16803	16987	17083	17267	Up
TURMERIC	6828	6792	6810	6838	6856	6884	Up
SOYBEAN	2974	2952	2963	2985	2996	3018	Down
RM SEED	4239	4162	4201	4277	4316	4392	UP
GUAR SEED	3140	3077	3108	3172	3203	3267	Down



International Markets

COMMODITY	CLOSE	% CHANGE
LONDON SPOT GOLD	\$1132.55	+0.16
LONDON SPOT SILVER	\$15.87	+0.04
NYMEX CRUDE OIL	\$52.67	+0.53
NYMEX NATURAL GAS	\$3.550	+0.45

Economic Data

Data	Previous	Forecast	Time
No major release	-	-	-

RECOMMENDATIONS

CRUDE OIL

CRUDE OIL JAN: SELL BELOW 3630 TP-3585/3550 SL ABOVE 3667.



As expected in yesterday's write-up, the 'tired bull' surrendered to enthusiastic bears. The fuel of the fuels ended the day in another negative candlestick. (above chart is not updated due to technical reason)



TURMERIC

TURMERIC APR: BUY AT 6780-6770 TP-6870/6950 SL BELOW 6700.

MENTHAOIL 1812(MXMTLZ8)2018/12/21 - Daily B:1048.20 A:1048.00
O 1028.90 H 1050.00 L 1027.50 C 1048.20 V 2,188 T 793,542 I 3,225 +24 +2.35%



Turmeric ended the day in a slightly bullish candlestick with long legs. Buy on small dips. **(above chart is not updated due to technical reason)**



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