



## Cautiously bullish in gold

### **Bullions: Cautiously bullish**

Gold and silver continued to move up at a slow, sustained pace. Gold slipped from a seven-week high as the dollar rose against the euro and the yen, reducing the precious metal's appeal as an alternative investment. We continue to maintain a cautiously bullish view and being a Friday, a blip cannot be ruled out.

### **Crude oil: Sideways moves**

Crude oil continued to trade weak amid lack of any fresh market moving news. The funds still maintain their short positions on this counter and crude oil is likely to be in a sideways range with a bearish bias.

### **Wheat: Buy on dips**

Delhi spot prices of wheat were up yesterday as there was a strong demand from the flourmills. The government's decision to increase the minimum support price to Rs750 per quintal continued to provide psychological support to the market. Stockists are reluctant to release their stocks as they expect the prices to move up further in the coming weeks. As a result wheat traded at Rs1,115-1,120 per quintal

with steady arrivals of 10,000-12,000 bags at the Lawrence road *mandis* in Delhi. The poor global stocks and higher international prices also supported the domestic prices.

### **Soybean: Heavy buying in spot market**

Soybean spot markets are witnessing huge buying by millers as they anticipate good demand for edible oil and soy meal during the winter season. The demand for soy meal generally picks up with the onset of winter from the feed industry. Since Indian soy meal is offered at competitive prices in the overseas markets, millers have increased their off take. As a result there is a continuous demand for soybean seed. The bullish sentiment for soy and CPO futures in the international market also impacted the domestic futures market.

### **Soy oil: Profit booking likely**

The soy oil futures increased sharply yesterday backed by heavy gains in the CPO futures and the strong CBOT futures. The counter could witness some profit booking at higher levels as the CPO futures have been trading down on account of softer crude oil prices. The arrivals have also increased and would rise till mid-November and then slowly decrease.