

## SPICES

December 29, 2005

### TURMERIC

#### Fundamentals

##### Nizamabad Mandi:

Turmeric prices in Nizamabad market improved today as against yesterday. Harvesting of turmeric has begun and around 20 bags arrived from fresh crop in the market. The demand for Turmeric is normal. A total of 600 bags arrived today inclusive of 20 bags of fresh crop. The prices are expected to improve for a couple of days and thereafter may decline by reason of increased supply in the market.

##### Erode Mandi:

The prices of Turmeric improved today for both finger and gattah grades. Arrivals increased today and the demand for turmeric is good. The demand is expected to remain good in coming days. Off take is of around 60 to 70 percent. The fresh crop is expected to arrive in the market from February month. The prices are expected to improve in coming days.

The market will be closed tomorrow on occasion of Hanuman Jayanti festival.

#### Spot Market Prices

##### Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	29.12.05	28.12.05	Change
Finger	2600.00	2550.00	+50.00
Gattah	2475.00	2450.00	+25.00

#### Futures Prices

##### NCDEX FUTURES (April 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2284.00	2273.00	+11.00

#### NCDEX Futures Market: Technical Analysis:

MACD, stochastic are indicating bearishness of prices however MA, RSI and candlesticks are reflecting strength in prices is likely. The prices may open bearish tomorrow and thereafter may improve.

#### Technical Chart



#### Market Advice:

**Turmeric APRIL NCDEX:** The market may open steady to weak and may recover later. Buy above 2285 with target of 2299 and a strict stop loss at 2271. Trade cautiously with intra day outlook.

#### Supports & Resistances

Particulars	30.12.2005
Support-1	2280.00
Support-2	2273.00
Previous Close	2284.00
Resistance-1	2298.00
Resistance-2	2310.00

## BLACK PEPPER

### Fundamentals

**Market Commentary:** Pepper prices traded bearish today at Kochi spot market. However at the NCDEX futures market the pepper prices remained firm. At NCDEX January contract future opened weak when compared to yesterdays close and traded bullish in the range of 6830-7009. The spot prices declined on absence of effective global demand and inflow of fresh pepper in markets.

#### Price Drivers:

Lack of foreign demand (imports) due to new year

High carry over stock of around 40000 - 60000 tonnes

Increased arrivals in market

Kerala Marketfed's decision to delay in further auction of pepper

Entry of Srilankan pepper in domestic market again

#### NCDEX Futures Market:

#### Black Pepper Prices Recover

NCDEX Black pepper prices improved today and settled 62 points above the previous close. Jan contract opened lower than previous close and thereafter improved.

### Spot Market Prices

#### Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	29.12.05	28.12.05	Change
Ungarbled	6650	6700	-50.00
Garbled	7050	7100	-50.00

### Futures Prices

#### NCDEX FUTURES (January 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6930.00	6868.00	+62.00

**Outlook:** The domestic spot market for pepper may continue to witness bearish sentiments and at NCDEX futures markets are expected to remain firm.

### Technical Analysis:

Candlesticks are indicating bullish sentiments. Most of the technical indicators are indicating bullishness in prices. However MACD is reflecting slight bearishness. The prices may remain firm tomorrow.

### Technical Chart



### Market Advice:

#### Pepper January NCDEX:

Prices are expected to improve tomorrow. Buy above 6930 with target of 7025 with a strict stop loss at 6855. Trade cautiously with intra day outlook.

### Supports & Resistances

Particulars	30.12.2005
Support-1	6873.00
Support-2	6827.00
Previous Close	6930.00
Resistance-1	7028.00
Resistance-2	7086.00

## RED CHILLIES

### Fundamentals

#### Guntur Mandi

#### Prices Steady to Range Bound

According to market sources chilli prices at Guntur market remained steady today. The demand for chilli particularly from foreign markets is good. Malaysia and Srilanka are the major buyers of chilli. The carry over stock is of 22.5 lakh tonnes that is quite normal. Fresh crop is to arrive in markets from February month. Traders this year are expecting yield of 50-70 percent. Chilli prices are expected to remain steady to range bound in coming days.

### Spot Market Prices

#### Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	29.12.05	28.12.05	Change
LCA 334	2500-2750	2500-2750	-

### Futures Prices

#### NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2978.00	2983.00	-5.00

### Technical Analysis:

Stochastic, RSI, and Moving Average are indicating that prices may decline. Candlesticks are showing bearish sentiment. So prices are most likely to move range bound in a downward direction tomorrow. However there are chances of slight recovery in later trading hours of the session.

### Technical Chart



### Market Advice:

#### Chilli March NCDEX:

Prices are expected to move with bearish sentiment. Sell below 2976 with take profit of 2960 and strict stop loss at 2990. Trade cautiously with intra day outlook.

### Supports & Resistances

Particulars	30.12.2005
Support-1	2968.00
Support-2	2946.00
Previous Close	2978.00
Resistance-1	3012.00
Resistance-2	3034.00

## CUMIN (JEERA)

### Fundamentals

#### Unjha Mandi

#### Jeera Prices stable

Jeera prices at Unjha market declined today. Arrivals are of around 1500 bags. Demand for Jeera remained normal around 4500 bags today. Sowing in Gujarat is complete and Rajasthan is near complete. Acreage in Gujarat has widened by around 50 percent. Weather is suitable in the area. In Gujarat jeera crop is expected to come in March-April. The prices are expected to remain stable in the coming days.

### Spot Market Prices

#### Cumin (Jeera) Prices at Unjha (Rs. Per 20 Kg)

Grades	29.12.05	28.12.05	Change
FAQ	1280	1120-1400	-
Ganesh new	1280	1320	-40.00
Machine cleaned	1350-1550	1425--1450	-75.00

### Futures Prices

#### NCDEX FUTURES (January 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6185.00	6248.40	-63.40

### Technical Analysis:

Candlesticks are showing indecisiveness and stochastic, MACD, MA are indicating bearishness in prices. The prices are expected to decline tomorrow however correction is likely in later hours.

### Technical Chart



### Market Advice:

#### Jeera January NCDEX:

The prices are most likely expected to move downwards. However at the end the prices may witness slight upward movement to in later sessions. Sell below 6185 with take profit at 6163 and strict stop loss at 6205. Trade cautiously with intra day outlook.

### Supports & Resistances

Particulars	30.12..2005
Support-1	6160.00
Support-2	6124.00
Previous Close	6185.00
Resistance-1	6231.00
Resistance-2	6280.00

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