

SPICES

December 21, 2005

TURMERIC

Fundamentals

Erode and Nizamabad Mandi:

Nizamabad Turmeric market was opened today with weak prices on weaker side. Arrivals in Nizamabad about 200 bags with sluggish demand. Erode market was closed due to sad demise of some member of trade association there. Erode market may see some more decline in prices as chances of more arrivals and steady demand.

Turmeric Futures showing weak sentiment today

Turmeric prices in Future prices opened with weak sentiments. NCDEX April contact opened slightly weak and finally settled at near today's lower level. Prices may see some more downward movement tomorrow initially then some upward movement thereafter.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	21.12.05	20.12..05	Change
Finger	2720	2765	-
Gattah	2450-2490	2460-2500	-

Futures Prices

NCDEX FUTURES (April 2006)

(Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2280	2312	-32.00

Technical Analysis:

Candlesticks indicating bearish sentiments for tomorrow, Only stochastic oscillator showing bullish trend and MACD moving upward indication of gain of strength in the market. So overall technical indicators showing bearish sentiment in the prices. Fundamentals are also supporting the range bound movement. Prices would most likely to move downward in initial trading sessions then some upward movements afterwards.

Technical Chart



Market Advice:

Turmeric APRIL NCDEX:

Sell (go short) below 2280 target 2255
Stop loss at 2305. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	22.12.2005
Support-1	2260
Support-2	2250
Previous Close	2280
Resistance-1	2290
Resistance-2	2301

BLACK PEPPER

Fundamentals

Market Commentary:

Domestic markets pepper prices were quoted steady on firm side today against yesterday. At the futures market the pepper futures at the NCDEX witnessed bearish sentiment following a weak opening. The January future traded in upper range of 7501.00-7600.00 today.

Price Drivers:

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

Continuous disturbed weather conditions in Southern India

Fresh arrivals not picking up and irregular in nature

Labour shortage for picking berries

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	21.12.05	20.12.05	Change
Ungarbled	7000	7000	-
Garbled	7400	7400	-

Futures Prices

NCDEX FUTURES (January 2006)

(Rs Per Quintal)

Last Traded Price	Previous Closing	Change
7510	7566	-56.00

Outlook:

The pepper prices at the spot markets are expected to witness firm sentiment and futures market expected to witness bearish sentiment initially then some recovery afterwards in later sessions of tomorrow.

Technical Analysis:

Candlesticks, RSI, MACD and PROC all technical indicators are showing bearish sentiments in the market. Stochastic oscillator also is in neutral region and showing horizontal movement and may take slight upward move indicating range bound movement. Overall there are maximum chances of downward movement tomorrow with some recovery thereafter in later sessions of the day.

Technical Chart



Market Advice:

Pepper January NCDEX:

Sell (go short) below 7515 with target of 7470 with stop loss 7560. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	22.12.2005
Support-1	7483
Support-2	7459
Previous Close	7510
Resistance-1	7522
Resistance-2	7549

RED CHILLIES

Fundamentals

Guntur Mandi

Prices remain steady on weaker side.

At Guntur mandi Prices were remain steady with slight firmness in prices as supply pressure started easing out. Total stock is around 23.3 lakh bags. Market was opened today. Arrivals were around 15000-20000 bags with same amount off take, steady market sentiments.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	21.12.05	20.12.05	Change
Pala	2705.25	2692.55	+12.70
LCA 334	2625	2614.75	+10.25

Futures Prices

NCDEX FUTURES (March 2006)

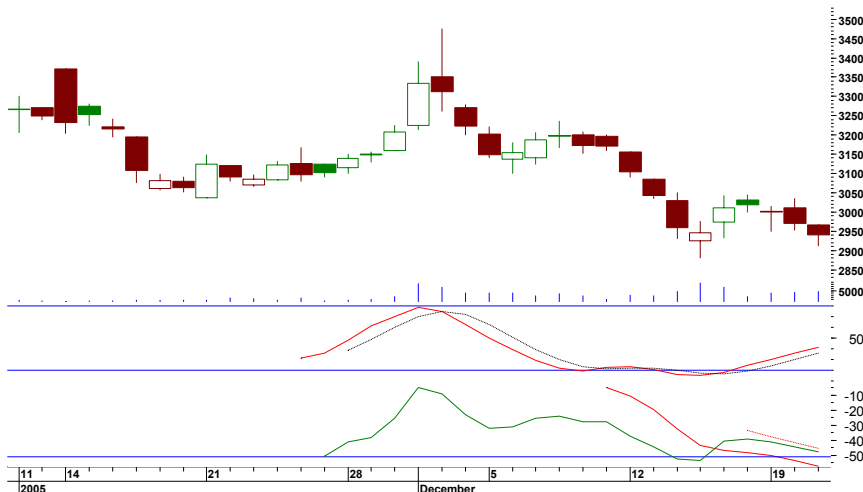
(Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2940	2969	-29.00

Technical Analysis:

Candlesticks showing the bearish sentiment in prices. Only Stochastic Oscillator at 41.07 % k line moving upward after cutting the % D line from below sign of bullish sentiment in neutral region. RSI is also moving slight downwards indicating bearishness. MACD is at -57.52 points in negative region and moving downward showing that the market is going to loose strength in long run. Overall technical showing the bearish sentiments with steady opening tomorrow.

Technical Chart



Market Advice:

Chilli March NCDEX:

Sell (go short) below 2940 target 2905 stop loss at 2975. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	22.12.2005
Support-1	2914
Support-2	2881
Previous Close	2940
Resistance-1	2946
Resistance-2	2970

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Jeera Prices steady

Arrivals at Unjha mandi were around 1500-2000 bags with 4000 bags off take. Prices were steady with weak sentiments. Prices would see some weakness over poor demand. Sowing in Gujarat region is over and in Rajasthan still going to finish sowing. Showing is 25-50 percent more in Gujarat and 20-25 percent more in Rajasthan.

Spot Market Prices

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

Grades	21.12.05	20.12.05	Change
FAQ	1100-1400	1100-1400	-
Ganesh new	1300	1300	-
Machine cleaned	1425--1450	1425--1450	-

Futures Prices

NCDEX FUTURES (January 2006)

(Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6309.80	6341.10	-31.30

Technical Analysis:

Candlesticks showing the bearish trend in prices. Stochastic Oscillator is bullish sentiment but just reached in neutral region with low sharpness in movement. RSI is moving downward sign of bearish movement. MACD is at -91.56points in negative zone and started moving sideways showing no improvement in weakness of market. Overall technical and fundamentals showing the bearish sentiments with firm opening tomorrow.

Technical Chart



Market Advice:

Jeera January NCDEX:

Sell (go short) below 6315 target 6280 stop loss at 6350. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	22.12..2005
Support-1	6277
Support-2	6263
Previous Close	6309.80
Resistance-1	6322
Resistance-2	6344

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