

SPICES

January 25th 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

Turmeric prices at Nizamabad market traded steady to low today. Arrivals were of around 2500 bags and all were sold. This comprised of 1500 bags of fresh crop. The demand for Gattah grade is low and for Finger is steady. Fresh turmeric has moisture of around 5 percent. The carry over stock of turmeric across the country is high and crop expectation this year is more thus giving weight to supply this season. The prices are expected to decline in coming days.

Erode market:

Turmeric prices in Erode market remained steady to range bound today. Inflow increased today and was of around 3000 bags comprising of 200 bags of fresh turmeric. Each bag contains 70 Kgs of turmeric. Off take was of 2100 bags as demand for turmeric has improved. The traders are expecting demand and arrivals of turmeric to improve next week. Peak arrivals are in the month of March. The prices may remain stable for few days on increased supplies and improved demand.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	24.01.06	23.01.06	Change
Finger	2400	2400	-
Gattah	2250	2350	-100

Futures Prices

NCDEX FUTURES (April 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2136	2189	-53.00

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting bearish sentiments. MACD is in negative zone and stochastic is in oversold region. The prices may most likely to decline in morning session and thereafter may take correction.

Technical Chart



Market Advice:

Turmeric APRIL NCDEX: The prices may most likely to decline in the morning and observe correction lately. Sell below 2136 with take profit of 2124 and a strict stop loss at 2147. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	25.01.06
Support-1	2123
Support-2	2107
Previous Close	2136
Resistance-1	2153
Resistance-2	2182

BLACK PEPPER

Fundamentals

Market Commentary: Pepper prices at Kochi spot market traded low today. The prices at the domestic spot markets traded low by reason of increase in supply as harvesting in Karnataka is in progress and is expected to pick up by the end of next month and release of stocks held by stockiest in North India. Another major reason is the price of Indian pepper is not in parity with that of other major exporters.

Price Drivers:

Indian pepper prices not in parity with other major exporting nations.

Government on talks with Srilanka to levy tariff on import of pepper India from Srilanka

Release of stock by stockists of North India

Heavy stocks of inferior quality of pepper with commodity exchanges

NCDEX Futures Market: NCDEX February contract opened above previous days close and thereafter declined and traded bearish throughout. The prices moved in the range of 6920 - 6791. The prices settled Rs. 86 below when compared to previous days close.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	24.01.06	23.01.06	Change
Ungarbled	6400	6400	-
Garbled	6800	6800	-

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6814.00	6900.00	-86.00

Outlook: The prices at domestic spot market are expected to be steady to low and at NCDEX futures market may continue to be bearish.

Technical Analysis:

Candlesticks is reflecting bearish sentiments MA, MACD and stochastic are indicating decline in prices is likely to continue. The prices may most likely to trade low as bears are more active.

Technical Chart



Market Advice:

Pepper February NCDEX:

Prices are most likely expected to trade bearish. Sell below 6815 with a take profit of 6775 and then 6735 with a strict stop loss at 6848. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	25.01.06
Support-1	6791
Support-2	6700
Previous Close	6814
Resistance-1	6850
Resistance-2	6911

RED CHILLIES

Fundamentals

Guntur Mandi

Red chilli prices at Guntur market traded steady to slightly firm today. Fresh crop arrival has begun and market today witnessed 25-50 bags of fresh crop. Total arrivals were of 4000-5000 bags and all were sold. However the arrivals at this time of the year are usually of 20000 to 25000 bags. Also the demand for chilli is good but due to payment problem only the non-member traders are conducting trade. The crop is continuously arriving in other major markets of Warangal and Khammam. The climate for drying chilli is favourable. According to traders the prices may remain steady and in future depends on the decision as to medium of payment finalized by the government.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	24.01.06	23.01.06	Change
LCA 334	2600-2700	2600-2650	-

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
3208	3217	-9.00

Technical Analysis:

Candlesticks are showing bearish sentiments. Stochastic is in neutral zone, MACD, Moving Averages are indicating that prices may decline. The prices are most likely to be bearish.

Technical Chart



Market Advice:

Chilli March NCDEX:

Prices are expected to decline. Sell below 3208 with take profit of 3196 and a strict stop loss of 3218. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	25.01.06
Support-1	3200
Support-2	3171
Previous Close	3208
Resistance-1	3224
Resistance-2	3252

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Prices at Unjha market continued to remain slightly weak today inspite of increased demand for most of the grades. Arrivals were of 1200-2000 bags of 60 Kg each and fresh crop arrivals increased to 50-60 bags. The demand for jeera is improving. The Demand from Assam is more and from North India is expected to improve. Sowing in Gujarat and Rajasthan is complete. Crop condition is good and climate is favourable for crop. The fresh crop arrivals are expected to gain pace from first week of February and peak in March. The prices are expected to remain steady to slightly firm in coming days.

Spot Market Prices

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

Grades	24.01.06	23.01.06
FAQ	1070-1250	1070-1220
Ganesh new	1200	1200
Machine cleaned	1200	1300

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
5797	5934	-137.00

Technical Analysis:

Candlesticks are showing bearish sentiments. MA, MACD are indicating bearishness in prices. However stochastic is in oversold region. The prices are most likely expected to be bearish till afternoon and in the late trading hours my recover.

Technical Chart



Market Advice:

Jeera February NCDEX:

The prices are most likely to be bearish but may observe slight correction in later trading hours. Sell below 5797 with take profit at 5765 with a strict stop loss at 5826. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	25.01.06
Support-1	5780
Support-2	5729
Previous Close	5797
Resistance-1	5855
Resistance-2	5918

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