

SPICES

January 23rd 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

Nizamabad market remain closed on Saturday. Turmeric prices at Nizamabad market remained in a bearish mood. The inflow of fresh crop is increasing and has moisture of around 5 percent. The demand for turmeric is less for both the varieties. According to traders the stock of turmeric with traders at present in Nizamabad is of around 7000 to 8000 bags. The carry over stock of turmeric across the country is high and the crop expectation this year is more. The prices are expected to decline in coming days.

Erode market:

Erode market remain closed on Saturday. Turmeric prices in erode market traded low. Daily average arrivals are of around 3000 - 4000 bags comprising of 100 - 200 bags of fresh turmeric. Each bag contains of 70 Kgs of turmeric. The demand for old turmeric is more. According to traders the new crop has around 5 percent moisture. Arrivals of fresh crop are expected to increase from next week and thereafter may peak. The prices may fall further on increased supplies.

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting bullish sentiments. MACD is in negative zone and stochastic is in neutral zone moving towards oversold region. The prices may most likely remain mixed to slightly firm.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	21.01.06	20.01.06	Change
Finger	Closed	2425	-
Gattah	Closed	2325	-

Futures Prices

NCDEX FUTURES (April 2006)

(Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2216	2210	+6.00

Technical Chart



Market Advice:

Turmeric APRIL NCDEX: The prices may most likely to be slightly bullish. Buy above 2215 with take profit of 2225 and a strict stop loss at 2207. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	23.01.06
Support-1	2210
Support-2	2203
Previous Close	2216
Resistance-1	2223
Resistance-2	2231

BLACK PEPPER

Fundamentals

Market Commentary: At Kochi spot market Pepper prices improved today. NCDEX February contract opened slightly above previous days close and traded firm and ended slightly low as against previous days closing. The prices at the spot markets improved on expiry of NCDEX January Futures expiry. People were not interested in taking deliveries on doubt of the quality of pepper with NCDEX.

Price Drivers:

NCDEX January futures contract expiry at a lower price than spot but people unwilling to take deliveries by reason of doubt on quality of pepper offered by exchange

Heavy stocks with commodity exchanges

Vietnam crop position is around 10% -15% less

Hardly any demand for pepper in both domestic and export market

Traders expecting demand may improve in coming days.

NCDEX Futures Market: NCDEX February Black pepper prices traded mixed today and settled Rs 2 less when compared to previous days close.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	21.01.06	20.01.06	Change
Ungarbled	6400	6400	-
Garbled	6800	6800	-

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6846	6848	-2.00

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

Technical Analysis:

Candlesticks is making a grave stone doji pattern and indicating a reversal. However MA, MACD and stochastic are indicating slight improvement in prices. The prices may open firm and thereafter decline, as bearish sentiments are more active. The prices are most likely to open firm and thereafter decline.

Technical Chart



Market Advice:

Pepper February NCDEX:

Prices are most likely expected to open firm and decline thereafter. Sell below 6850 with a take profit of 6820 and then 6790 with a strict stop loss at 6878. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	23.01.06
Support-1	6819
Support-2	6873
Previous Close	6846
Resistance-1	6862
Resistance-2	6910

RED CHILLIES

Fundamentals

Guntur Mandi

Guntur market remains closed on being Saturday. Fresh crop is expected to arrive in markets from first week of February. The crop has already started arriving in other major markets of Warangal and Khammam. On an average trading of around 1000 bags of red chilli is being conducted. The climate in crop growing regions of Gujarat is favourable for crop as in the morning crop gets moisture from dew. The traders are expecting prices may improve in coming days.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	21.01.06	20.01.06	Change
LCA 334	Mkt closed	2850	-

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
3237	3212	+15.00

Technical Analysis:

Candlesticks are showing bullishness. Stochastic is in neutral zone moving towards overbought region, RSI, Moving Averages are indicating that prices may improve. The prices are most likely to be bullish.

Technical Chart



Market Advice:

Chilli March NCDEX:

Prices are expected to be firm. Buy above 3237 with take profit of 3250 and then 3265 and a strict stop loss of 3225. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	23.01.06
Support-1	3224
Support-2	3209
Previous Close	3237
Resistance-1	3255
Resistance-2	3279

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Prices at Unjha market remained weak today inspite of increased demand for most of the grades. Arrivals were of 2500-3000 bags of 60 Kg each and fresh crop arrivals were of just 2-4 bags. The demand for jeera is improving and off take is of around 4450 bags. The climate is favourable for jeera crop and sowing in Gujarat and Rajasthan is complete. Crop condition is good and if it remains same the prices may decline on harvest. The crop is expected to arrive in the market at some time in first week of February and peak in March. The prices are expected to remain steady in coming days.

Spot Market Prices

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

Grades	21.01.06	20.01.06
FAQ	1085-1235	1100-1250
Ganesh new	1185-1200	1200-1215
Machine cleaned	1285-1300	1300-1315

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6040	6079.50	-39.50

Technical Analysis:

Candlesticks are showing bearish sentiments with possibility of recovery in prices. Stochastic, MACD are indicating bearishness in prices. The prices are most likely expected to open low and improve thereafter.

Technical Chart



Market Advice:

Jeera February NCDEX:

The prices are most likely to open bearish and recover later. Buy above 6027 with take profit at 6067 with a strict stop loss at 5997. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	23.01.06
Support-1	6005
Support-2	5960
Previous Close	6040
Resistance-1	6081
Resistance-2	6118

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