

SPICES

January 4th 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

Prices of Turmeric in Nizamabad market remained mixed. Harvesting of turmeric has begun and scarce arrivals from fresh crop are visible. However today market did not witness any fresh arrivals and off take was of 700-800 bags. The demand for Gattah variety is good and export demand is not seen. The demand for other varieties is moderate. The new crop arrivals will be at its peak after mid of January. The prices are expected to decline in coming days.

Erode Mandi:

The prices of Turmeric today improved for both finger and gattah grades. The demand for turmeric is less due to arrival of fresh crop in northern markets. The fresh crop is expected to arrive in the market from February beginning. According to traders with the arrival of fresh crop in the market the prices may come down.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	03.01.06	02.01.06	Change
Finger	2575.00	2600.00	-25.00
Gattah	2525.00	2500.00	+25.00

Futures Prices

NCDEX FUTURES (April 2006) (Rs Per Quintal)

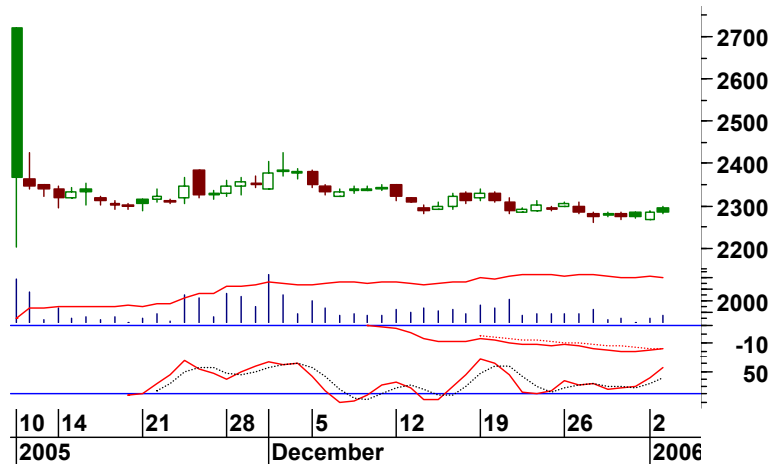
Last Traded Price	Previous Closing	Change
2286.00	2285.00	+1.00

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting indecisive sentiments in market. MACD is showing some recovery and stochastic is indicating bullishness in prices. The prices may remain range bound on firm side tomorrow.

Technical Chart



Market Advice:

Turmeric APRIL NCDEX: The prices may remain range bound to firm tomorrow. Buy above 2283 with a take profit of 2290 and a strict stop loss at 2277. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	04.01.06
Support-1	2281.00
Support-2	2268.00
Previous Close	2286.00
Resistance-1	2300.00
Resistance-2	2311.00

BLACK PEPPER

Fundamentals

Market Commentary: At Kochi spot market pepper prices traded firm when compared to previous day. NCDEX January contract future opened slightly below previous day's closing price then traded firm and finally settled lower than previous days close. The spot prices improved today on opening of global markets after the New Year celebrations are over.

Price Drivers:

Improvement in demand due to opening of global markets.

Moderate arrivals in Kochi market

High carry over stock of around 40000 - 60000 tonnes

Entry of heavy stock of inferior quality pepper from Srilanka

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

NCDEX Futures Market:

Black Pepper Ends Low

NCDEX Black pepper prices declined today by 19 points as against previous close. Jan contract opened lower than previous close and settled low.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	03.01.06	02.01.06	Change
Ungarbled	6750	6650	+100
Garbled	7150	7050	+100

Futures Prices

NCDEX FUTURES (January 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
7010.00	7029.00	-19.00

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

Technical Analysis:

Candlesticks are indicating bearish sentiments. Stochastic are indicating improvement and MA are also indicating decline in prices is likely. The prices may fall tomorrow.

Technical Chart



Market Advice:

Pepper January NCDEX:

Prices are expected to decline tomorrow. Sell below 7005 with a take profit of 6950 with a strict stop loss at 7045. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	04.01.06
Support-1	6947.00
Support-2	6850.00
Previous Close	7010.00
Resistance-1	7081.00
Resistance-2	7221.00

RED CHILLIES

Fundamentals

Guntur Mandi

Prices Remained Unchanged

Chilli prices at Guntur market remained steady today due to closure of market in protest of disallowance of credit facility for trading available to traders. The demand for chilli is low and no fresh demand from foreign markets is visible. Fresh crop is expected to arrive in markets from February month. Traders this year are expecting a yield of 60 percent. Chilli prices are expected to remain steady to weak in coming days.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	03.01.06	02.01.06	Change
LCA 334	-	2500-2600	-

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2987.00	3028.00	-41.00

Technical Analysis:

Candlesticks are showing strongly bearish sentiments among buyers and sellers. Stochastic, RSI, and Moving Average are indicating that prices may decline slightly. The prices are most likely to move range bound with slight bearish undertone tomorrow.

Technical Chart



Market Advice:

Chilli March NCDEX:

Prices are expected to move range bound with bearish sentiment. Sell below 2985 with take profit of 2972 and a strict stop loss of 2996. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	04.01.06
Support-1	2971.00
Support-2	2951.00
Previous Close	2987.00
Resistance-1	3018.00
Resistance-2	3036.00

CUMIN (JEERA)

Fundamentals

Unjha Mandi

At Unjha market prices of jeera remained steady today. 1000-1500 bags arrived today and an offtake of 4000-5000 bags was witnessed today. The demand for Jeera is steady to low. Sowing in Gujarat is complete and Rajasthan is near completion. Acreage in Gujarat has widened by around 50 percent. In Gujarat jeera crop is expected to come near holi festival. The prices are expected to remain steady to range bound in the coming days.

Spot Market Prices

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

Grades	03.01.06	02.01.06	Change
FAQ	1280	1280	-
Ganesh new	1280	1280	-
Machine cleaned	1350-1550	1350-1550	-

Futures Prices

NCDEX FUTURES (January 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6180.00	6217.00	-37.00

Technical Analysis:

Candlesticks are showing bearish sentiments and stochastic is recovering and is in neutral territory. MACD is indicating bearishness in prices. The prices are expected to decline tomorrow.

Technical Chart



Market Advice:

Jeera January NCDEX:

The prices are most likely expected to remain firm. Sell below 6175 with take profit at 6150 and strict stop loss at 6200. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	04.01.06
Support-1	6160.00
Support-2	6128.00
Previous Close	6180.00
Resistance-1	6216.00
Resistance-2	6236.00

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