

SPICES

January 17th 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

Turmeric prices at Nizamabad market traded firm today. The stock of turmeric with traders is sufficient and fresh arrivals of around 600 bags reached today in market. The Demand for fresh crop with moisture is high. Trade sources are expecting that prices may remain firm for few days and thereafter may decline.

Erode Mandi:

Erode market remain closed today in celebration of Pongal festival and will open tomorrow. Prices of turmeric are trending low and fresh crop of around 15-20 bags are arriving in the market. The market will open on Tuesday and prices are expected to remain steady. The arrivals may increase and prices may decline in coming days.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	16.01.06	14.01.06	Change
Finger	2550	Closed	-
Gattah	2400	Closed	-

Futures Prices

NCDEX FUTURES (April 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2223	2223	0

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting reversal is likely. MACD is in negative zone and bearish and stochastic is oversold but has just crossed. The prices may most likely be firm.

Technical Chart



Market Advice:

Turmeric APRIL NCDEX: The prices may most likely to take upward correction. Buy above 2225 with take profit of 2235 and a strict stop loss at 2216. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	17.01.06
Support-1	2218
Support-2	2211
Previous Close	2223
Resistance-1	2231
Resistance-2	2238

BLACK PEPPER

Fundamentals

Market Commentary: Pepper prices at Kochi spot market continued to trade low today as against previous day. NCDEX January contract future traded bearish today. It opened at a lower price when compared to previous day's closing price and ended low. The prices are moving bearish on increased supplies of around 4 MT of pepper from IPSTA January Vayda ending.

Price Drivers:

Heavy stocks with commodity exchanges
January Vayda cutting at IPSTA increasing the supply
Farmers unwilling to sell at current prices
Domestic demand improves slightly
Weaker dollar
Vietnam crop position becomes better
Entry of heavy stock of inferior quality pepper from Srilanka
Buyers not available for Kerala Markfed auction

NCDEX Futures Market: NCDEX Black pepper showed bearish trend and is waiting for some correction. Feb. contract opened below previous close and settled at significant lower level.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	16.01.06	14.01.06	Change
Ungarbled	6350	6350	-
Garbled	6750	6750	-

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6820	6870	-50.00

Outlook: The prices at domestic spot market are expected to be steady to weak and at NCDEX futures market may witness positive correction in later hours of the trading day.

Technical Analysis:

Candlesticks are reflecting indecisiveness in market. MACD is in negative zone and MA are indicating bearishness in prices. Stochastic is in oversold region moving towards crossover. The prices may most likely open low and thereafter witness positive correction.

Technical Chart



Market Advice:

Pepper February NCDEX:

Prices are most likely expected to trade low in morning and thereafter observe technical correction. Buy above 6830 with a take profit of 6865 and then 6880 with a strict stop loss at 6800. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	17.01.06
Support-1	6787
Support-2	6737
Previous Close	6820
Resistance-1	6863
Resistance-2	6935

RED CHILLIES

Fundamentals

Guntur Mandi

Chilli market at Guntur remain closed today due to strike in protest of VAT. Fresh crop is expected to arrive in markets in late January and may peak in February month. Daily average arrivals of around 100-150 bags are visible in the market. The prices are expected to improve slightly when market reopens.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	16.01.06	14.01.06	Change
LCA 334	Mkt closed	Mkt closed	-

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
3145	3171	-74.00

Technical Analysis:

Candlesticks are showing bearishness. Stochastic is in neutral zone moving downwards, RSI is indicating downward movement; 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 be bearish. Sell below 3145 with take profit of 3120 and then 3105 and a strict stop loss of 3165. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	17.01.06
Support-1	3125
Support-2	3087
Previous Close	3146
Resistance-1	3171
Resistance-2	3194

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Prices at Unjha market declined today on low demand. Arrivals were of 1500 bags comprising of 7 bags of fresh jeera. Offtake reduced and was of 3500 bags. Sowing in Rajasthan is complete and in Gujarat the acreage has increased and is around 1.5 times of that of previous year. In Gujarat jeera crop is expected to come in February. The prices are expected to remain steady to weak in coming days.

Spot Market Prices

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

Grades	16.01.06	14.01.06	Change
FAQ	1240-1280	1260-1300	-20.00
Ganesh new	1180-1240	1270	-30.00
Machine cleaned	1250-1525	1340-1540	-15.00

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6088	6116	-28.00

Technical Analysis:

Candlesticks are showing bearish signs and stochastic is in oversold region, MACD is indicating bearishness in prices. The prices are expected to move with bearish sentiments.

Technical Chart



Market Advice:

Jeera February NCDEX:

The prices are most likely to decline. Sell below 6090 with take profit at 6050 and a strict stop loss at 6125. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	17.01.06
Support-1	6071
Support-2	6033
Previous Close	6091
Resistance-1	6116
Resistance-2	6146

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