

SPICES

January 28th 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

Turmeric prices at Nizamabad market traded low today. Fresh crop arrivals increased and were of around 4000 bags. However the arrivals from old stock was of around 400-500 bags. The demand for fresh turmeric is more as it has better aroma and colour as against old stock of turmeric. 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. According to traders the prices may decline for few days and after that may remain stable.

Erode market:

Turmeric prices in Erode market remained steady to low today. The prices for gattah grade declined by Rs 100- 50 and for finger remained steady. Inflow was of around 3000 bags of turmeric. Each bag contains 70 Kgs of turmeric. Off take was near about 50-60 percent. The demand for new crop is high and the carry over stock is of 300000 bags. The demand for old turmeric is around 50 percent of its arrivals in market. 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 steady to weak for few days on increased supplies and improved demand.

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting strongly bearish sentiments. MACD is in negative zone and stochastic is in oversold region trying to recover. The prices may remain bearish. However correction is likely later.

Market Advice:

Turmeric APRIL NCDEX: The prices may most likely be bearish but may lately take some correction. Risk lovers can Sell below 2055 with take profit of 2035 and a strict stop loss at 2072. Trade cautiously with intra day outlook.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	27.01.06	25.01.06	Change
Finger	2225-2350	2350	-
Gattah	2000-2250	2250	-50.00

Futures Prices

NCDEX FUTURES (April 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2065	2120	-55.00

Technical Chart



Supports & Resistances

Particulars	28.01.06
Support-1	2030
Support-2	1995
Previous Close	2065
Resistance-1	2078
Resistance-2	2101

BLACK PEPPER

Fundamentals

Market Commentary: Pepper prices at Kochi spot market declined today. Pepper is trading at lower prices by reason of release of stocks held by stockiest in North India, price disparity of Indian pepper as against that offered by other nations, harvesting in progress at Karnataka and to pick up by the end of next month.

NCDEX Futures Market: NCDEX February contract opened Rs 2 below previous days close at Rs. 6672 and traded bearish throughout the day to settle at 6662. The prices moved in the range of 6670-6590. The prices settled Rs. -10 below as against previous days close.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	27.01.06	25.01.06	Change
Ungarbled	6300	6350	-50.00
Garbled	6700	6750	-50.00

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6662	6672	-10.00

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

Technical Analysis:

Candlesticks are reflecting takuri formation indicating a reversal therefore prices are expected to be firm. MACD is in positive zone and stochastic has entered oversold region. The prices may most likely to trade firm as prices in a downtrend were unable to sustain at lowest level.

Technical Chart



Market Advice:

Pepper February NCDEX:

Prices are most likely expected to trade bullish. Buy above 6670 with a take profit of 6715 and then 6730 with a strict stop loss at 6632. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	28.01.06
Support-1	6645
Support-2	6591
Previous Close	6662
Resistance-1	6725
Resistance-2	6770

RED CHILLIES

Fundamentals

Guntur Mandi

Red chilli at Guntur market traded steady today. Fresh crop arrival has begun and 100 bags reached market today. The total arrivals increased today and were of 3000-4000 bags as today was the last trading day of this week. However the arrivals at this time of the year are usually of 20000 to 25000 bags. The crop is continuously arriving in other major markets of Warangal and Khammam. According to traders the carry over stock is of 60-65 lakh bags. The climate for drying chilli is favourable. The demand for chilli is moderate. 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 (loose) at Guntur (Rs. Per quintal)

Grades	27.01.06	25.01.06	Change
LCA 334	2600-2650	2600-2650	-

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
3183	3203	-20.00

Technical Analysis:

Candlesticks are showing bearish sentiments. Stochastic is in neutral zone moving downwards, 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 3185 with take profit of 3160 and then 3145 and a strict stop loss of 3202. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	28.01.06
Support-1	3155
Support-2	3136
Previous Close	3183
Resistance-1	3199
Resistance-2	3218

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Prices at Unjha market remained weak today. Arrivals were of routine quantity of around 1000-1200 bags of 60 Kg each and comprised of 50 bags of fresh crop. The demand for jeera is low particularly for old jeera. The Demand from North India is expected to improve. Traders are expecting the demand for new jeera may come up after 15 days. In Gujarat Crop condition is good and climate is favourable for growth of 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 weak in coming days.

Spot Market Prices

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

Grades	27.01.06	25.01.06
FAQ	1225	1240
Ganesh new	1160-1170	1160
Machine cleaned	1175	1190

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
5586	5662	-96.00

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 and may observe correction lately.

Technical Chart



Market Advice:

Jeera February NCDEX:

The prices are most likely to be bearish but may recover slightly in later trading hours. Risk lovers may Sell below 5585 with take profit at 5550 with a strict stop loss at 6012. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	28.01.06
Support-1	5544
Support-2	5496
Previous Close	5586
Resistance-1	5643
Resistance-2	5692

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