

SPICES

January 31st 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

At Nizamabad prices of turmeric for most of the grades traded low today. Fresh crop arrivals on Friday increased and were of around 4000 bags and all were sold. The market didn't see old crop arrivals today as the prices for it are very low and traders are holding back their stock. 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. The prices may decline for few days on increased supply.

Erode market:

Turmeric prices in Erode market for both the grades remained steady today. Inflow was of around 2000 bags of turmeric comprising of 1000 bags of fresh crop and 1000 bags of old crop. The demand for new turmeric is more and traders are expecting the market to remain steady in coming few days. Peak arrivals of turmeric are expected in the month of March. The prices may remain steady to weak for few days on increased supplies and improved demand.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	30.01.06	28.01.06	Change
Finger (Old)	2400	Closed	-
Finger (New)	2000-2300	Closed	-
Finger (Old)	2000-2200	Closed	-
Finger (New)	1900-2000	Closed	-

Futures Prices

NCDEX FUTURES (April 2006) (Rs Per Quintal)

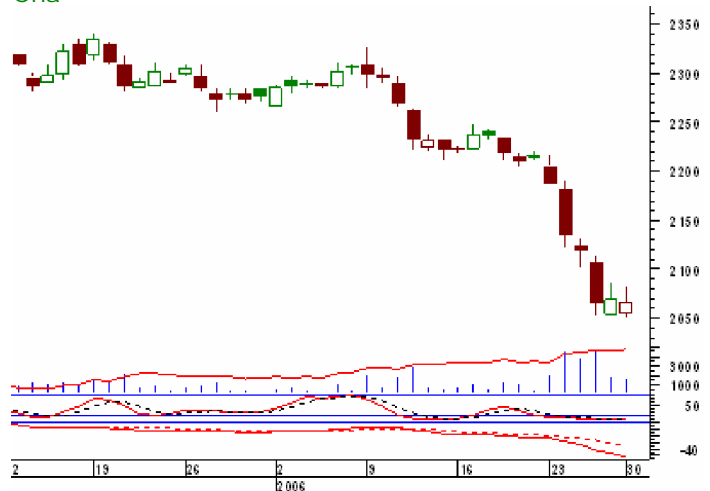
Last Traded Price	Previous Closing	Change
2065	2069	-4.00

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting bearish sentiments. MACD is in negative zone and stochastic is in oversold region. The prices may remain bearish.

Technical Cha



Market Advice:

Turmeric APRIL NCDEX: The prices may most likely be bearish. Sell below 2065 with take profit of 2046 and a strict stop loss at 2080. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	31.01.06
Support-1	2040
Support-2	2028
Previous Close	2065
Resistance-1	2069
Resistance-2	2084

BLACK PEPPER

Fundamentals

Market Commentary: Pepper prices at Kochi spot market continued to trade low today. The prices are declining on news of stock of inferior quality of pepper with major commodity exchanges of India. Another reason is the difference in prices offered by Indian exporters as against that of other major exporters.

Price Drivers:

Heavy stocks of inferior quality of pepper with commodity exchanges

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

Release of stock by stockiest of North India

Harvesting in progress

Traders expecting export demand to come up

NCDEX Futures Market: NCDEX February contract opened below previous days close and in the opening session traded firm today and thereafter declined. The prices moved in the range of 6700-6613.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	30.01.06	28.01.06	Change
Ungarbled	6300	6300	-
Garbled	6700	6700	-

Futures Prices

NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6613	6674	-61.00

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 are indicating bearish sentiments. MACD is in negative zone and stochastic has entered oversold region and has taken bullish crossover. The prices may most likely to remain bearish and lately may recover slightly.

Technical Chart



Market Advice:

Pepper February NCDEX:

Prices are most likely expected to trade bearish and later recover slightly. Sell below 6617 with a take profit of 6585 with a strict stop loss at 6642. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	31.01.06
Support-1	6549
Support-2	6506
Previous Close	6613
Resistance-1	6660
Resistance-2	6701

RED CHILLIES

Fundamentals

Guntur Mandi

Red chilli at Guntur market traded steady today. Fresh crop arrivals were of around 500 bags and total arrivals including cold storage were of 50000 bags. Fresh crop contains moisture and is lighter in colour thus demand for it is less. The demand for superior quality of crop i.e. rich in colour from old stock is high. The crop is continuously arriving in other major markets of Warangal and Khammam. In Warangal market fresh crop of around 2000-3000 bags arrived and in Khammam mandi 5000-6000 bags arrived and all were sold. The export demand for chilli is good. The traders are required to follow cash payment system in purchasing crop from farmers. The prices may remain stable to firm in coming days.

Spot Market Prices

Red Chilli Prices (loose) at Guntur (Rs. Per quintal)

Grades	30.01.06	28.01.06	Change
LCA 334	2600-2650	Closed	-

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
3155	3169	-14.00

Technical Analysis:

Candlesticks are showing indecisiveness. Stochastic is in oversold region, MACD, Moving Averages are indicating that prices may decline. The prices are most likely to be bearish. However in later trading hours may recover.

Technical Chart



Market Advice:

Chilli March NCDEX:

Prices are expected to decline. Sell below 3155 with take profit at 3130 and a strict stop loss of 3175. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	31.01.06
Support-1	3125
Support-2	3107
Previous Close	3155
Resistance-1	3170
Resistance-2	3195

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Prices at Unjha market improved today for Fair average quality. Arrivals were in the range of around 1500 bags comprising of 150 bags of fresh crop. The demand for jeera is low particularly for old jeera. The Demand from North India is moderate and expected to improve in coming days. The climate is suitable for crop and fresh crop may come in market after 15 - 20 days. However the demand from overseas market is still not present. The prices are expected to remain steady to range bound in coming days.

Spot Market Prices

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

Grades	30.01.06	28.01.06
FAQ	1235	1225
Ganesh new	1160	1160-1170
Machine cleaned	1315-1515	1175

Futures Prices

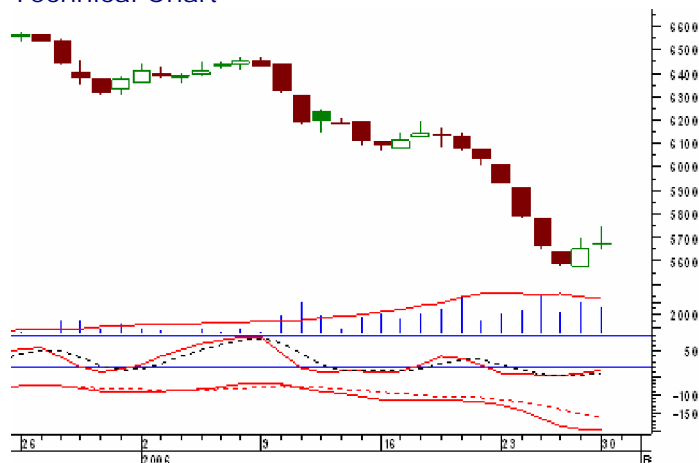
NCDEX FUTURES (February 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
5673	5650	+23.00

Technical Analysis:

Candlesticks are showing indecisiveness. MACD is in negative zone. However MA, stochastic are indicating recovery in prices could be seen. The prices are most likely expected to be bullish.

Technical Chart



Market Advice:

Jeera February NCDEX:

The prices are most likely to be bullish. Buy above 5675 with take profit at 5715 and then 5730 with a strict stop loss at 5635. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	31.01.06
Support-1	5650
Support-2	5587
Previous Close	5673
Resistance-1	5747
Resistance-2	5798

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