

SPICES

January 7th 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

Turmeric prices today remained steady. The market today witnessed arrivals of around 530 bags out of which 30 bags were from new crop. The demand for turmeric has improved today and demand for new turmeric is less. Off take today was of 500 bags. The new crop arrivals will be at its peak after pongal and prices at that time may decline. The prices are expected to be steady to firm in coming days.

Erode Mandi:

Prices of turmeric for both the varieties declined today by around Rs. 10-20. According to trade sources the arrivals today were very high of around 7000 bags. The demand for turmeric was however good today and prevented to fall sharply. The fresh crop is expected to arrive in the market from January end. Weather is still cloudy and if it rains heavily it may affect coming crop. The prices may remain steady in coming days.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	06.01.06	05.01.06	Change
Finger	2600.00	2600.00	-
Gattah	2525.00	2525.00	-

Futures Prices

NCDEX FUTURES (April 2006) (Rs Per Quintal)

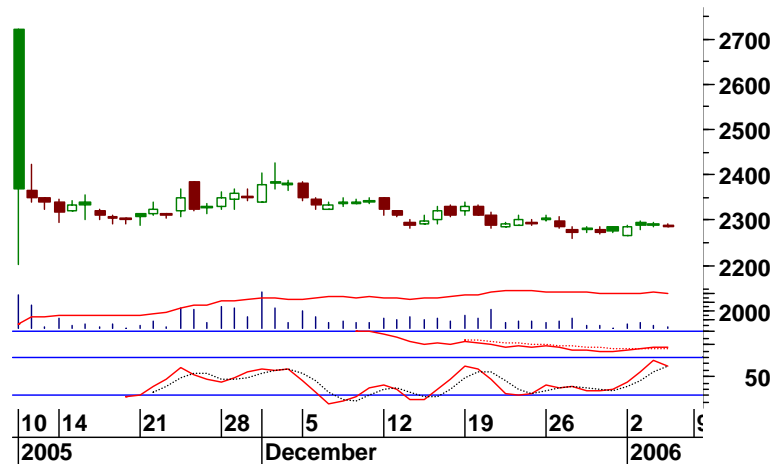
Last Traded Price	Previous Closing	Change
2285	2290	-5.00

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting bearish sentiments in market. MACD is showing some recovery and stochastic, MA are indicating bearishness in prices. The prices may open low and may recover later.

Technical Chart



Market Advice:

Turmeric APRIL NCDEX: The prices may remain mixed. Buy above 2282 with a take profit of 2290 and a strict stop loss at 2275. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	07.01.06
Support-1	2280
Support-2	2276
Previous Close	2285
Resistance-1	2291
Resistance-2	2294

BLACK PEPPER

Fundamentals

Market Commentary: Pepper prices at Kochi spot market and at futures market are traded low today when compared to previous day. NCDEX January contract future opened far below previous day's closing price and settled low. The spot prices declined on fresh arrivals in Kochi market and on exporters resistance to buy from Markfed.

Price Drivers:

Domestic Demand for fresh pepper.

Fresh arrivals at Kochi market

New crop of green pepper from Karnataka arriving in market

10 percent moisture in fresh arrivals

Entry of heavy stock of inferior quality pepper from Srilanka

Kerala Marketfed's extends date for auction of pepper
NCDEX Futures Market:

Black Pepper Continues Low

NCDEX Black pepper prices declined today by 20 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	06.01.06	05.01.06	Change
Ungarbled	6700	6600	+100
Garbled	7000	7000	-

Futures Prices

NCDEX FUTURES (January 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6912	6932	-20.00

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

Technical Analysis:

Candlesticks are reflecting indecisiveness. MACD is in negative zone and stochastic is indicating bearishness in prices.

Technical Chart



Market Advice:

Pepper January NCDEX:

Prices are expected to decline tomorrow. Sell below 6924 with a take profit of 6884 with a strict stop loss at 6960. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	07.01.06
Support-1	6887
Support-2	6848
Previous Close	6912
Resistance-1	6934
Resistance-2	6977

RED CHILLIES

Fundamentals

Guntur Mandi

Chilli prices at Guntur market increased today on improved demand. Arrivals reduced today and were of around 20000 bags. Fresh crop is expected to arrive in markets after Sankranti and may peak in February month. Chilli prices are expected to remain steady in coming days.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	06.01.06	05.01.06	Change
LCA 334	2700-2900	2600-2900	+100

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
3014	3001	+13.00

Technical Analysis:

Candlesticks are showing bullishness. Stochastic is indicating bearishness, 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 bullish. Buy above 3014 with take profit of 3048 and a strict stop loss of 2992. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	07.01.06
Support-1	3002
Support-2	2983
Previous Close	3014
Resistance-1	3029
Resistance-2	3052

CUMIN (JEERA)

Fundamentals

Unjha Mandi

At Unjha market prices of jeera improved today. The demand for Jeera is good. Sowing in Gujarat is complete and is 1.5 times of that of previous year and in Rajasthan it is complete. In Gujarat jeera crop is expected to come in February. Climate is not suitable for crop and if it continues then the prices may firm up in coming days.

Spot Market Prices

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

Grades	06.01.06	05.01.06	Change
FAQ	1290	1280	10.00
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
6232	6192.90	+39.10

Technical Analysis:

Candlesticks are showing bullish sentiments and stochastic, MACD are indicating bullishness in prices. The prices are expected to improve.

Technical Chart



Market Advice:

Jeera January NCDEX:

The prices are most likely expected to remain firm. Buy above 6232 with take profit at 6275 and strict stop loss at 6292. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	07.01.06
Support-1	6217
Support-2	6193
Previous Close	6232
Resistance-1	6260
Resistance-2	6282

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