

SPICES

March 1st 2006

TURMERIC

Fundamentals

Nizamabad Mandi:

Prices of turmeric at Nizamabad market on Tuesday remained steady. The arrivals of turmeric were around 600-7000 bags. The demand supply balance is keeping the market calm and steady. The domestic demand is from North India and foreign demand is also visible. The prices are expected to be steady range bound for next few days.

Erode market:

Erode market saw steady Turmeric prices today. Fresh crop arrivals are increasing and seen around 10000-11000 and off take were about 75%. The demand from domestic markets is high and buying interest is seen from the markets of Jammu, Delhi, Punjab and Bihar. The prices remained stand still at Rs 2300-2400 for finger grade and Rs 2300-2350 for gattah grade. Due to increasing arrivals the prices may fall further in coming days. Peak arrivals of turmeric are expected in the month of March - April. The prices may remain steady to low for few days.

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting indecisiveness in the prices. MACD is in negative zone. Stochastic is in neutral region and has made bullish crossover.

Market Advice:

Turmeric APRIL NCDEX:

The prices may most likely open firm and fall there after. Sell below 2170 and take profit at 2155 with a strict stop loss at 2182. Trade cautiously with intra day outlook.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	27.02.06	28.02.06	Change
Finger (New)	Closed	1950-2000	-
Gattah (New)	Closed	1850-2000	-

Futures Prices

NCDEX FUTURES (April 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2167	2175	-7.00

Technical Chart



Supports & Resistances

Particulars	28.02.06
Support-1	2151
Support-2	2137
Previous Close	2180
Resistance-1	2190
Resistance-2	2223

BLACK PEPPER

Fundamentals

Market Commentary The prices of Black pepper at Kochi spot market traded steady today. Kochi market witnessed arrivals of 10 tonnes and offtake was of the same quantity. The prices are improving on reduced supply and high demand.

Price Drivers:

- Strong holding capacity of Farmers and few arrivals.
- Increasing demand from North India
- News of governments intention to restrict imports from Srilanka
- Indian Government asks Srilankan pepper exporters to accompany country of origin certificates

NCDEX Futures Market: Pepper futures started the day green at Rs 7380 and soon it surged to test the highs of Rs 7400. The March futures then retreated on speculative selling and saw the ground at Rs 7275. The market then witnessed a battle between bulls and bears and consequent swinging prices. The battle finally tilted in favour of bulls and prices recouped towards the end of the session recovering most of the initial losses to culminate at a marginal loss of Rs 10 at Rs 7360. The recovery towards the end of the day depicts bullish undertone for the next session.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	27.02.06	28.02.06	Change
Ungarbled	7100	7000	00.00
Garbled	7500	7500	00.00

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
7360	7370	-10.00

Outlook: The prices at domestic spot market are expected to remain firm and at NCDEX futures market are also expected to recover.

Technical Analysis:

Candlesticks are showing indecision in the market. MACD is bullish and stochastic are indicating bearishness. The prices are most likely to remain volatile with bullish undertone.

Technical Chart



Market Advice:

Pepper March NCDEX:

The contract is expected to see volatile movements. Buy above 7360 with a take profit of 7410 with a strict stop loss at 7320. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	28.02.06
Support-1	7277
Support-2	7231
Previous Close	7360
Resistance-1	7457
Resistance-2	7514

RED CHILLIES

Fundamentals

Guntur Mandi

Red Chilli prices at Guntur market traded steady to range bound. The market witnessed arrivals of 25000 - 30000 bags of chilli. The demand for chilli is high in both foreign and domestic markets. Srilanka is buying chilli from India and Grinders in India are purchasing new crop for its colour. The domestic demand is from Uttar Pradesh, Madhya Pradesh, Gujarat, Maharashtra and Calcutta. With increasing supply, less crop and high demand the prices may remain firm in coming days.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	27.02.06	28.02.06	Change
LCA 334(Loose)	2800-3100	2800-3100	-
LCA 334(Cold storage)	2800-3200	2800-3100	-

Futures Prices

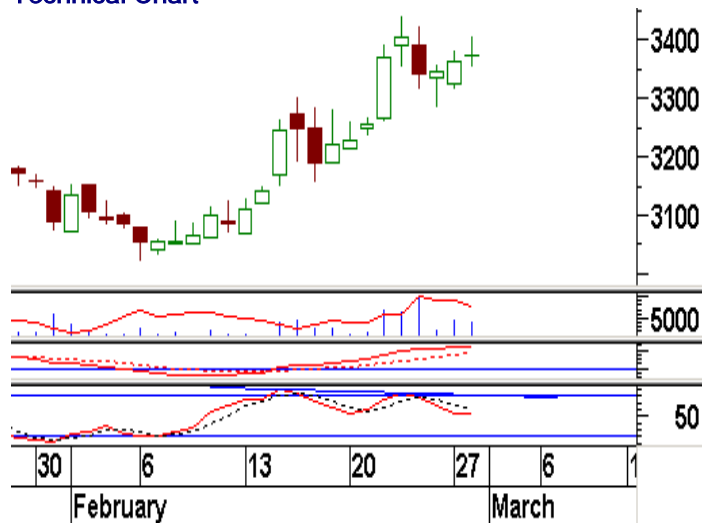
NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
3369	3360	+9.00

Technical Analysis:

Candlesticks are indicating indecision in the market. Stochastic is in neutral zone. MACD is in positive zone. Moving averages are indicating prices may remain firm. The prices may remain bullish.

Technical Chart



Market Advice:

Chilli March NCDEX:

Prices are expected to be bullish. Buy above 3370 with take profit at 3397 and a strict stop loss at 3350. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	28.02.06
Support-1	3344
Support-2	3315
Previous Close	3369
Resistance-1	3407
Resistance-2	3440

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Jeera prices at Unjha market remained slightly low today. According to market sources the total fresh crop arrivals were of **20000** bags. The offtake was of around 18000 bags. The demand for new jeera is high in both domestic and foreign market. Foreign buying is from markets of United states, Japan, Singapore and Nepal. The Traders are expecting arrivals to increase in coming days. With increasing supplies and high demand the prices are expected to remain steady to range bound for next few days.

Spot Market Prices

Cumin (Jeera) Prices at Unjha (Rs. Per 20 Kg) one bag=55 Kg

Grades	27.02.06	28.02.06
FAQ New	1200	1100-1250
Ganesh	1150	1100
Machine cleaned	1200-1550	1300

Futures Prices

NCDEX FUTURES (March 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
5693.0	5774.5	-81.5

Technical Analysis:

Candlesticks are reflecting bearish sentiments. Stochastic is in neutral zone. MACD is in negative zone. The prices are most likely expected to open weak and recoup there after.

Technical Chart



Market Advice:

Jeera March NCDEX:

The prices are most likely to bounce back after initial weakness. Buy above 5680 with take profit at 5730 with a strict stop loss at 5650. Trade cautiously with intra day outlook.

Supports & Resistances

Particulars	28.02.06
Support-1	5690
Support-2	5650
Previous Close	5693
Resistance-1	57821
Resistance-2	5811

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