

SPICES

12th May, 2006

TURMERIC

Fundamentals

Nizamabad Market:

Turmeric at Nizamabad market continued to trade firm on high demand. The market saw arrivals of around 5000 bags of turmeric. The off take was of similar quantity. The buyers are showing interest in the commodity and supply is decreasing day by day thus making the prices firm. The prices are expected to remain steady to slightly firm for few days.

Erode Market:

Erode market remained closed today due to declaration of results of recently held elections. On Wednesday Erode market saw arrivals of 6000 bags of turmeric and off take was of near about 80%. Finger grade traded at Rs. 2500 per quintal and Gattah grade traded at Rs. 2300 per quintal. The arrivals are expected to decrease in coming days. The prices of turmeric might see improvement for couple of days.

Spot Market Prices

Turmeric Prices at Nizamabad (Rs. Per quintal)

Grades	11.05.06	10.05.06
Finger (New)	1950 - 2100	1965 - 2060
Gattah (New)	1900 - 2000	1815 - 1915

Futures Prices

NCDEX FUTURES (May 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
2426	2488	-62.00

NCDEX Futures Market:

Technical Analysis:

Candlesticks are reflecting bearish sentiments. MACD has entered in positive zone. Stochastic has made bearish crossover in overbought region. The prices are most likely to be bearish.

Technical Chart



Market Advice:

Turmeric MAY NCDEX:

Sell below 2425 and take profit at Rs. 2360 with a strict stop loss at 2475.

Supports & Resistances

Supports & Resistances	Value
Support-1	2352
Support-2	2325
Previous Close	2426
Resistance-1	2486
Resistance-2	2544

BLACK PEPPER

Fundamentals

Market Commentary Pepper prices at Kochi spot market remained firm today. According to trading sources the market saw fresh arrivals of 6 tonnes as against yesterdays 5 tonnes and off take was equal to the day's inflow.

Price Drivers:

- Karnataka and Vietnam crop harvesting near completion
- Price difference in Vietnam pepper and Indian pepper narrows as Vietnam increases its price by \$25
- Futures exchanges have hefty stock of inferior quality of pepper
- Rupee weakens against dollar
- Market expects government to put cap on imports from Srilanka
- Possibility of government to negotiate with Pakistan to reduce or eliminate duty on imports made by it from India.

Spot Market Prices

Black Pepper Prices at Kochi (Rs. Per quintal)

Grades	11.05.06	10.05.06	Change
Ungarbled	6650	6550	+100.00
Garbled	7050	6950	+100.00

Futures Prices

NCDEX FUTURES (May 2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
6934	6818	+116.00

Outlook: Pepper at Kochi spot market is expected to trade range bound to slightly firm and at NCDEX futures market May contract might trade firm.

Technical Analysis:

Candlesticks are showing bullish sentiments. MACD is in negative zone. Stochastic is in overbought region. Short term Moving averages are indicating bullish sentiments in the market.

Technical Chart



Market Advice:

Pepper May NCDEX:

Buy above 6940 with take profit at 7020 and then 7080 with a strict stop loss at 6885. Trade cautiously with intra day outlook.

Supports & Resistances

Support-1	6878
Support-2	6749
Previous Close	6934
Resistance-1	7020
Resistance-2	7099

RED CHILLIES

Fundamentals

Guntur Mandi

Red Chilli at Guntur market traded at steady prices today. The market saw reduced arrivals of around 20000 bags as against yesterdays 30000 - 35000 bags and off take was of near about 10000 bags. According to trading sources Guntur cold storage has around 30 - 35 lakh bags of chilli including old stock of chilli. The market will remain closed from May 15 to June 06. Chilli might trade range bound to slightly firm in coming days.

Spot Market Prices

Red Chilli Prices at Guntur (Rs. Per quintal)

Grades	11.05.06	10.05.06	Change
LCA334 (Loose)	4400 - 4800	4400 - 4800	-

Futures Prices

NCDEX FUTURES (June2006) (Rs Per Quintal)

Last Traded Price	Previous Closing	Change
5878	5650	+228.00

Technical Analysis:

Candlesticks are indicating bullish sentiments in the market. Stochastic has just entered in overbought region. MACD is in positive zone. Short term moving averages are indicating recovery in prices. The prices are most likely expected to be firm.

Technical Chart



Market Advice:

Chilli June NCDEX:

Buy above 5880 with take profit at 5950 with a strict stop loss at 5830. Trade cautiously with intra day outlook.

Supports & Resistances

Support-1	5586
Support-2	5686
Previous Close	5878
Resistance-1	6068
Resistance-2	6267

CUMIN (JEERA)

Fundamentals

Unjha Mandi

Jeera at Unjha market traded firm today and the market witnessed reduced inflow of 8000 bags as against yesterday's 18000 bags. The demand today was again high and the market saw off take of around 15000 bags. The outflow is still greater in number when compared with the arrivals in the market. The market sources said the demand for jeera is high as stockists, exporters and buyers from international markets are purchasing jeera. The arrivals of jeera are expected to decline as the days pass on and the demand for jeera at present is high. Aggressive demand and reducing supply might continue to bring improvement in jeera prices for few days. The prices might remain firm in near future.

Spot Market Prices

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

Grades	11.05.06	10.05.06
FAQ	1350 - 1400	1330 - 1360
Ganesh	1350 - 1450	1310 - 1360
Machine cleaned	1420 - 1600	1400 - 1600

Futures Prices

NCDEX FUTURES (May 2006) (Rs Per Quintal)

6824	6535	+289.00

Technical Analysis:

Candlesticks are indicating bullish sentiments in the market. Stochastic is in over bought region and MACD is in positive zone. The prices are most likely to show volatile movements.

Technical Chart



Market Advice:

Jeera May NCDEX:

Buy above 6805 with take profit at 6895 with a strict stop loss at 6730. Trade cautiously with intra day outlook.

Supports & Resistances

Support-1	6625
Support-2	6535
Previous Close	6824
Resistance-1	6960
Resistance-2	7049

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.