



Commodities Daily

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SPICES DAILY

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TURMERIC

SPOT MARKETS

Turmeric prices remained at its previous level in Erode market. The market reopened today with increased arrivals of 10000 bags however high demand for the commodity did not let the prices decline. The offtake was near around 75 - 80 percent. According to trading sources Erode market has a stock of around 6 lakh bags of turmeric. Turmeric prices in Nizamabad market declined today on increased arrivals and moderate demand. Nizamabad market has a stock of around 2.50 - 2.75 lakh bags of turmeric. Weather is favourable for growth of crop. The arrivals and demand both are likely to increase in coming days. Prices might remain range bound for few days.

FUTURES MARKETS:

Turmeric prices at the NCDEX September futures contract traded mostly bearish today. The contract opened gap down at Rs. 2623 a quintal and the prices declined thereafter and hovered between Rs. 2644 - 2600 a quintal. The trading for the day settled in red with complete indecision at Rs. 2623 a quintal. The volumes traded during the day increased to 6690 MT's.

PRICE DRIVERS:

Bearish:

1. Increased Acreage
2. Hefty stock
3. Weather favorable for growth of crop

Bullish:

1. Improving demand ahead of festival season
2. Meager loss to Crop

Weather: Rain/thundershowers are likely at many places over Andaman & Nicobar Islands, Coastal Karnataka, Kerala and Lakshadweep; at a few places over Interior Karnataka and isolated over the rest region. Rains in turmeric growing regions might prove beneficial for cultivation of crop.

TECHNICALS

Candlesticks are indicating indecision. Stochastic has made bullish crossover in neutral region and MACD is in positive zone. The prices might remain volatile.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX September	2600	2573	2652	2686

TRADE RECOMMENDATION:

Sell below 2630 with a target of Rs. 2612 and then 2606 with a strict stop loss at Rs. 2644. Trade cautiously with intra day outlook.

Centers	Prices/Qtls.	Arrivals (Bags) one bag = 90 Kgs.
Nizamabad	Finger 2300 - 2400	2000
	Gattah 2100	
Erode	Finger 2450 - 2500	10000
	Gattah 2400 - 2450	

BLACK PEPPER

SPOT MARKETS

Black pepper prices at Kochi market increased today. The market saw arrivals of 20 MT's of pepper and the offtake was of similar quantity. Indonesia crop is delayed and it is still offering at higher prices. Brazil is selling its pepper at reduced prices. India has offered a tariff concession on import duty on import of pepper in India from ASEAN. The domestic demand in North India's markets might improve ahead of festival season. Most of the producing nations have very low stocks. The prices are expected to remain range bound for few days.

FUTURES MARKETS:

Black pepper at NCDEX September futures contract traded volatile today as the contract opened at Rs. 10290 a quintal that was below previous day's close of 10421 a quintal. The prices thereafter declined to a low of Rs. 10230 a quintal and then increased to a high of Rs. 10459 and finally settled in green at Rs. 10412 a quintal. The volumes traded during the day were 7928 MT's.

PRICE DRIVERS:

Bullish:

1. High demand from markets of North India
2. Indonesia crop delayed

Bearish:

1. Brazil and Sri Lanka harvesting continues
2. Brazil declines price
3. India provides import concessions to pepper from ASEAN

Weather:

Rain/thundershowers are likely at many places over Andaman & Nicobar Islands, Coastal Karnataka, Kerala and Lakshadweep; at a few places over Interior Karnataka and isolated over the rest region.. Rains at this stage will prove beneficial for pepper crop.

TECHNICALS

Candlesticks are indicating bullish sentiments. MACD is in positive territory, Stochastic has made a bullish crossover in neutral region. The prices might show volatile movements.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX September	10230	10053	10607	10861

TRADE RECOMMENDATION:

Buy above Rs. 10355 with a target at Rs. 10510 and then 10605 with a strict stop loss at Rs. 10222. Trade cautiously with intra day outlook.

Centers	Prices/Qtls.		Arrivals (Tonnes)
Kochi	Garbled	9900	20
	Ungarbled	9500	

RED CHILLIES

SPOT MARKETS

Red chillies prices in Guntur market remained at similar levels as the arrivals increased slightly and the demand also increased. The demand for commodity is high. Export demand is present from Bangladesh and Srilanka. Traders are expecting demand from international markets is likely to continue. The domestic demand is from the markets of South India and west Bengal. Sowing is in progress with an expectation of increased acreage this year. The sowing might end in a fortnight. The demand is expected to improve due to festival season. The prices are expected to remain firm for few days.

FUTURES MARKETS:

Chilli prices at the NCDEX September futures contract traded bearish mostly. The contract opened firm at Rs. 5599 a quintal and thereafter the prices declined to the low of Rs. 5455 a quintal. The days trading settled in red at Rs. 5557 a quintal. The total number of volumes traded diminished to 24035 MT's.

PRICE DRIVERS:

Bullish:

1. Export of commodity
2. Reseeding required in some areas
3. Crop loss in certain areas
4. Boost in demand ahead of festivals

Bearish:

1. Sowing in progress with expectation of increased acreage

Weather:

Rain/thundershowers are likely at many places over Andaman & Nicobar Islands, Coastal Karnataka, Kerala and Lakshadweep; at a few places over Interior Karnataka and isolated over the rest region.. Rains will be beneficial for rain fed chilli crop.

TECHNICALS

Candlesticks are showing indecision. Stochastic is bearish in neutral region. MACD is in positive zone. The prices are most likely to be firm.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX September	5458	5336	5628	5710

TRADE RECOMMENDATION:

Buy above 5540 targeting 5660 and then 5685 with a strict stop loss at 5450. Trade cautiously with intra day outlook.

Centers	Prices/Qtl.		Arrivals (Bags) 1 bag = 40 to 45 Kgs.
Guntur	LCA 334 (loose) Cold Storage	5100-5200	25000
	LCA 334 (Bilty)	5600	

JEERA (Cumin)

SPOT MARKETS

Jeera market at Unjha reopened today with slightly improved arrivals. The offtake was higher than inflow however still not upto the higher expectations of traders. Jeera has moisture thus increased its weight. There are unconfirmed reports in the market the sea routes have reopened for Iran and Syria. The market has news some importers have drawn from India. The domestic demand might improve as road routes reopen. Traders from North India are expecting demand to increase gradually. The prices might remain range bound.

FUTURES MARKETS:

Jeera prices at NCDEX September futures contract continue to decline. The contract opened low at Rs 7901 a quintal. Thereafter the prices declined to 7770 a quintal. The days trading settled in red at Rs. 7889 a quintal near the days opening price. The total volumes numbers increased to 11010 MT's.

PRICE DRIVERS:

Bullish:

1. Short crop in other producing nations
2. Expectation of demand to improve
3. Improved climate

Bearish:

1. Unconfirmed reports of reopening of sea routes
2. Reduced domestic demand on blockage of road routes.
3. Jeera gains moisture keeping off buyers

Weather:

Rain/thundershowers are likely at most places over Gujarat Region & southeast Rajasthan; at north Madhya Maharashtra and Saurashtra & Kutch and at a few places over the rest region. Rainfall activity is likely to increase from 20th, over southwest Rajasthan and Saurashtra & Kutch with the possibility of isolated heavy falls. Rains might affect arrivals of the commodity in the market.

TECHNICALS

Candlesticks are indicating indecision in the market. Stochastic is bullish in neutral region. MACD is in positive zone. The prices might move volatile.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX September	7761	7687	8000	8108

TRADE RECOMMENDATION:

Buy above 7856 with a target of 7976 and then 8005 with a strict stop loss at 7766. Trade cautiously with intra day outlook.

Centers	Prices/20 Kgs.	Arrivals (Bags)
Unjha	F.A.Q	
	Ganesh	
	Machine Cleaned	

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