



Commodities Daily

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SPICES DAILY

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TURMERIC

SPOT MARKETS:

Turmeric prices in Nizamabad market declined today on low demand for the commodity. The market saw reduced arrivals as the demand was low from local markets as well as from other consumption centres. Erode market remained closed in celebration of festivals. Traders are expecting slight improvement in demand at reduced prices however stockists might enter and push the prices down again. The markets have good stock of turmeric that is enough to fulfill demand. The prices might recover initially and then decline for a few days.

FUTURES MARKETS:

Turmeric continued with its southward journey as the NCDEX November futures contract witnessed some fresh losses following low demand in domestic spot markets. The contract started low at Rs. 2280 a quintal and thereafter the prices slipped to make the contracts new low of Rs. 2218. The trading for the day culminated at Rs. 2230 and the volumes traded during the day increased to 10250 MT of turmeric.

PRICE DRIVERS:

Bearish:

1. Comfortable stock position
2. Low demand
3. Good Crop condition

Bullish:

1. Demand expected to improve from markets of North India

Weather:

Rain/thundershowers are likely at many places over Tamil Nadu & Pondicherry, Kerala and isolated over the rest region outside North Interior Karnataka and Telangana where weather will be mainly dry. Crop is in rhizome forming stage; heavy rains in turmeric growing belts are not desirable for the turmeric crop at this stage.

TECHNICALS

Turmeric chart is displaying downward movement of prices. Candlesticks are indicating bearish sentiments in the market. 9-EMA is indicating bearishness in the market. MACD is favoring bears and stochastic has made a bullish crossover and turned flat in oversold territory. Prices are most likely to continue to decline.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX November	2196	2162	2289	2324

TRADE RECOMMENDATION:

Sell below 2232 with a target of Rs. 2210 and then 2190 with a strict stop loss at Rs. 2250. Trade cautiously with intra day outlook.

Centers	Prices/Qtls.		Arrivals (Bags) one bag = 90 Kgs.
Nizamabad	Finger	2250	1000
	Gattah	2150	
Erode	Finger	Closed	-
	Gattah	Closed	

BLACK PEPPER

SPOT MARKETS

Black pepper prices in Kochi market increased slightly on improved demand from domestic and international markets. The market saw arrivals 5 MT of pepper and off take was of similar quantity. Most of the consumption centers have tight stocks and are looking forward for increase in demand from retail end in the coming days. Brazil recently increased price of its pepper thus improving the chances of Indian exports. India's pepper crop is expected to arrive in the markets by end of November. The market is likely to see slight improvement in prices in the coming days.

FUTURES MARKETS:

Pepper prices failed to recover and declined slightly on the NCDEX futures market. Pepper November delivery contract on the NCDEX traded bearish today. The contract opened low at Rs. 12489 a quintal as against previous day's close of Rs. 12507. The prices increased highest up to Rs. 12525 and thereafter declined to the low of Rs. 12280 a quintal. The days trading settled indecisive in red at Rs. 12446 and the volumes traded during the day increased to 6089 MT of pepper.

PRICE DRIVERS:

Bullish:

1. Low stocks with competitors
2. World supply crunch
3. Increased demand
4. Stockists seem unwilling to sell at reduced prices

Bearish:

1. Indian crop expected in November

Weather:

Rain/thundershowers are likely at many places over Tamil Nadu & Pondicherry, Kerala and Lakshadweep and isolated over the rest region outside North Interior Karnataka and Telangana where weather will be mainly dry. Weather is not much concerning for the maturing pepper crop.

TECHNICALS

Candlesticks are indicating indecision in the market. The prices closed below 9-day EMA showing bearish sentiments in the market. Stochastic is bullish in the neutral region and MACD is rising in negative zone. The volumes traded and open interest increased during the session. The prices are most likely to be volatile with possibility of some weakness in the early trading hours.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX November	12239	12007	12736	13014

TRADE RECOMMENDATION:

Sell below Rs. 12444 with a target at Rs.12380 and then 12355 with a strict stop loss at Rs.12494. Trade cautiously with intra day outlook.

Centers	Prices/Qtls.		Arrivals (Tonnes)
Kochi	Garbled	12100	5
	Ungarbled	11500	

RED CHILLIES

SPOT MARKETS

Red chilli prices in Guntur market increased today on high demand for the commodity from export front coupled with improved demand from domestic markets. Despite increased arrivals the demand for chillies was high resulting in increased off take. According to trading sources Bangladesh is buying chillies and fresh orders are expected from foreign markets in coming days. Trading sources are expecting domestic demand to increase after Diwali. The new crop is delayed and is expected to arrive by the month of February. The prices are likely to remain slightly firm for a few days.

FUTURES MARKETS:

Chilli prices traded firm following bullish sentiments prevailing in the domestic markets. Chillies November delivery on the NCDEX started firm at Rs. 5298 and thereafter surged to the high of Rs. 5358. The trading for the session ended in green at Rs 5338. The volumes traded during the day increased to 8425 MT of chillies as against previous short sessions 1810 MT.

PRICE DRIVERS:

Bullish:

1. Depleting stocks
2. Delayed Crop
3. Increasing export and domestic demand

Bearish:

1. Unconfirmed reports of availability of inferior quality stock from exchange
2. Forthcoming crop is expected good due to higher acreage

Weather:

Rain/thundershowers are likely at many places over Tamil Nadu & Pondicherry, Kerala and isolated over the rest region outside North Interior Karnataka and Telangana where weather will be mainly dry. The sources informed rain fed chilli crop requires water at this stage however prolonged rains at this stage might delay the maturity of crop.

TECHNICALS

Candlesticks are reflecting bullish sentiments in the market. Stochastic has made a bullish crossover in neutral region. MACD is rising in negative territory. Prices closed below 9-EMA reflecting presence of bearish sentiments in the market. Prices are most likely to be firm.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX November	5285	5192	5387	5479

TRADE RECOMMENDATION:

Buy above 5330 targeting 5380 and then 5420 with a strict stop loss at 5292. Trade cautiously with intra day outlook.

Centers	Prices/Qtl.	Arrivals (Bags) 1 bag = 40 to 45 Kgs.
Guntur	LCA 334 (loose) (NCDEX quality)	5600-6100
	LCA 334 (Bilty)	-
		8000-10000

JEERA (Cumin)

SPOT MARKETS

Unjha market for jeera did not witness any fresh activity as the market remained closed today in celebration of festivals in the area. The prices in the last few days recovered slightly and then turned steady on almost similar demand supply scenario. Sowing of jeera might delay this year due to unfavourable climatic conditions for sowing. In addition to this, acreage is also expected to shrink on shifting preference of farmers for the other crops namely fennel, garlic and isabgol. Jeera crop is highly weather sensitive and high prices of these commodities are attracting the cultivators. Unjha market will reopen on 27th. The demand for jeera is expected to improve on the reopening of the markets as traders at the consumption centres are looking for the commodity. On the reopening Jeera prices might remain range bound and thereafter witness some strength.

FUTURES MARKETS:

Jeera prices recovered on the NCDEX November futures contract as the trading for the day began at Rs. 8680 and thereafter the prices declined lowest to Rs. 8551. However the prices failed to sustain lower levels and recovered to settle in green at Rs. 8745. Volumes traded during the session increased to 6264 MT of jeera as against previous sessions 1998 MT.

PRICE DRIVERS:

Bullish:

1. Unfavorable weather is likely to delay sowing.
2. Improving domestic demand.
3. Slight Export demand
4. Unjha market Closed in celebration of festivals

Bearish:

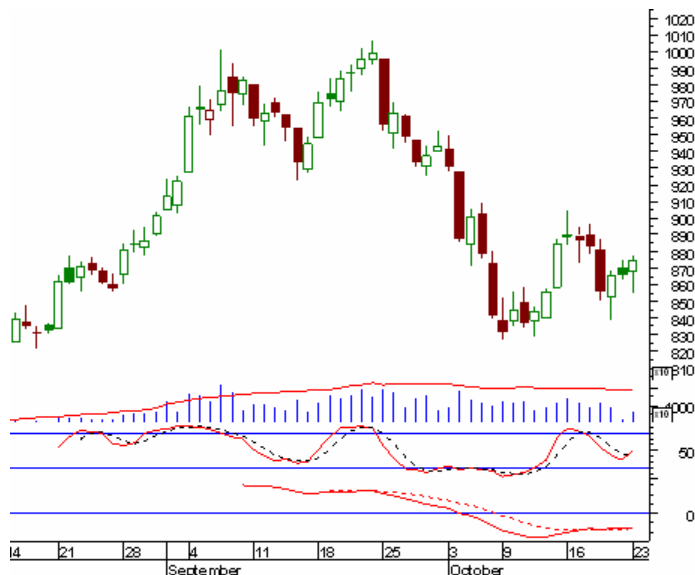
1. Comfortable stock

Weather:

Mainly dry weather is likely over the region. Dry and hot Climate is not suitable for sowing of jeera crop at present. This is delaying sowing of the forthcoming crop. Rains at this stage might help in sowing.

TECHNICALS

Candle sticks are reflecting bullish sentiments in the market. Stochastic has made a bullish crossover in neutral region. MACD has turned bullish in negative zone. Volume numbers and open interest both increased. Prices closed above 9-EMA indicating bullish sentiments prevailing in the market. The prices are most likely to remain bullish.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
NCDEX November	8555	8450	8845	9047

TRADE RECOMMENDATION:

Buy above 8740 with a target of Rs. 8842 and then 8905 with a strict stop loss of 8668. Trade cautiously with intra day outlook.

Centers	Prices/20 Kgs.	Arrivals (Bags) 1 bag = 55 to 60 Kgs.
Unjha	F.A.Q Closed	-
	Ganesh Closed	
	Machine Cleaned Closed	

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