

## MENTHA OIL ( MCX )

29<sup>th</sup> December 2006

### SPOT MARKETS

Spot markets continued to witness mixed sentiments, as MCX was bearish in the early. Chandusi experienced adequate arrivals from farmers and stockist. Traders reported approximately 250 barrels of trade took place from local traders to exporters, through out the day. Sambhal was experiencing moderate mood as adequate amount of trade took place. Arrivals were reported to be less compare to yesterdays position in Sambhal. Rampur continued to experience adequate arrivals. Active buyers were local traders, exporters presence were not felt. Barabanki continued to witness adequate arrival with adequate buyers. Spot mentha markets were boogie at MCX tunes. Spot traders are assuming markets to open firm in the next trading session.

### FUTURES MARKETS

January contract at MCX opened in a bearish tone, with prices moving marginally. Intra-day low was noted 606.1. However speculative forces cant be ignored in the futures markets. January contract traded in the range of Rs.612.3-625.6, while February contract traded in the range of Rs.620.5-637. Markets may open firm for the next trading session.

### PRICE DRIVERS

1. Stockist presence in the markets.
2. Less farmers presence.
3. Active traders participation
4. Speculation cannot be ignored.

### TECHNICALS

Candlesticks is indicating doji pattern. MACD indicating bearish markets, but if DAV converges with MACD markets might slightly turn bullish. RSI is likely to converge with MA line. Volume and open interest was low, indicating low participation. Prices decline below moving averages. Oscillator indicating trend to be slightly bullish.



### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
MCX-Mentha Oil-January Contract	607	601	613.4	618	623

### TRADE RECOMMENDATION:

**Safe strategy:** Buy at current level with a stop loss at S1 and target of R1

### Spot Market Prices

		Rs/Kg		
Origin/Grade	Center	28 . 12 . 06	27 . 12 . 06	Change
Mentha Oil	Sambhal	655	655	0.00
Mentha Oil	Chandusi	650	652	2.00
Mentha Oil	Rampur	645	647	2.00
Mentha Oil	Barabanki	628	630	2.00

### 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.