

## CHILLI

Apr 25, 2007

### SPOT MARKETS

Domestic red chillies markets in Guntur extended previous weakness further during Tuesday's trade. It was quoted in a lower price range amidst mostly steady arrivals. Weak demand from domestic as well as overseas buyers is attributable for the recent decline in chilli prices during the past couple of weeks. The bearish impact of 20 percent higher production estimates for the season is clearly visible in the markets. With supply offsetting demand, chilli prices are likely to remain bearish in the coming days.

### FUTURES MARKETS

Chilli futures at NCDEX opened much lower than previous settlement and the most active June contract tested an intraday high of Rs. 5205 at the early hours of trade. The futures traded downwards thereafter for the rest of the session and breached 4 percent lower circuit level to test an intraday low of Rs. 4916. The futures settled near day's low in final action. Most active June contract traded in the range of Rs. 4916-5205 during Tuesday's trade.

### PRICE DRIVERS

#### Bullish:

1. India exported 1.12 lakh tonnes chilli during April-February 2006-07

#### Bearish:

1. Domestic production is estimated higher due to increased acreage
2. Poor buying support in the markets
3. Higher arrivals in the markets

### WEATHER

Rain/thundershowers are likely at a few places over Tamil Nadu and Kerala. Isolated rain/thundershower is likely over South Karnataka and Rayalaseema. Dry weather conditions are favourable for the crop.

### TECHNICALS

Candlesticks pattern indicates weak opening and initial downtrend. 14-day RSI is moving downwards in neutral region, leaving scope for further downtrend. MACD is supporting the weakness. Prices closed below the 9-day as well as 18-day EMA, hinting weak prices. Volume as well as open interest has declined as compared to previous settlement. Red chillies futures are likely to trade downwards following a weak opening with possibility some upward movements later in the session.

CHLL334GTR 0706(NCGRM7)2007/04/24 - Daily B:4920.00 A:4925.00  
O 5140.00 H 5205.00 L 4917.00 C 4920.00 V 21,740 I 11,155 -283  
EMA(9) 5422.3 (18) 5512.9



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	4589	4768	4920	5067	5222

### TRADE RECOMMENDATION

Sell NCDEX June Chilli near Rs. 4925-4950 with a target of Rs. 4850 and then Rs. 4800 with a strict stop loss of Rs. 5025. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334	3300-4000	55000

## ■ BLACK PEPPER

■ Apr 25, 2007

### SPOT MARKETS

Domestic pepper markets remained stable during Tuesday's trade. It was offered in an unchanged price range amidst no arrivals as well as offtake. Traders reported presence of some buying support at the lower price levels as a major supportive feature for the markets. Vietnam prices are reported higher, though prices in other sources remained mostly rangebound. Market players are closely watching developments in Vietnam to take cues for further direction. The long-term fundamentals continue to remain supportive for the markets.

### FUTURES MARKETS

Black pepper futures at the NCDEX opened higher than previous settlement and most active May contract tested an intraday low of Rs. 15860 at the early hours of trade. The futures recovered back to test an intraday high of Rs. 16456 during late hours of trading, only to run into selling pressure. The futures settled with significant losses in final action. Most active May contract traded in the range of Rs. 15860-16456 during Tuesday's trade.

### PRICE DRIVERS

#### Bullish:

1. Global supplies expected to remain tight
2. Vietnam crop is likely to fall by 10-20 percent
3. Vietnam farmers not in a hurry to sell

#### Bearish:

1. Profit taking at higher price levels
2. Moderate demand in the markets

### WEATHER

Rain is likely at a few places over Tamil Nadu and Kerala. Isolated rain/thundershower is likely over South Karnataka and Rayalaseema. Dry weather conditions are favourable for the crop.

### TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. 14-day RSI is moving downwards in neutral region, leaving scope for further downtrend. MACD is moving downwards in the positive region, supporting the weakness. Prices closed above the 9-day as well as 18-day EMA, indicating firm prices. Volume has increased, while open interest has declined as compared to previous settlement. Black pepper futures are likely to trade downwards following a steady to weak opening initially and upwards thereafter.

Pepper 0705(NCPEPK7)2007/04/24 - Daily B:15982.00 A:15997.00  
O 16350.00 H 16450.00 L 15860.00 C 15995.00 V 29,584 I 12,793 -349  
EMA(9) 15899 (18) 15561



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	15158	15552	15995	16635	17000

### TRADE RECOMMENDATION

Buy NCDEX May Pepper near Rs. 15850-15875 with a target at Rs. 16100 and then Rs. 16250 with a strict stop loss at Rs. 15650. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14700	-
	Ungarbled	15300	-

### SPOT MARKETS

Domestic jeera markets continue to remain firm during Tuesday's trade. It was quoted in a higher price range amidst steady arrivals. Traders reported moderate buying support as the major reason behind the rise in prices. Concerns of crop output in this year continue to remain as a supportive feature for the markets. Production is projected lower this year owing to lower acreage in Gujarat and adverse weather conditions in Rajasthan. Prices may consolidate near the present levels and witness some short-term uptrend if arrivals fail to improve further.

### FUTURES MARKETS

Jeera futures at the NCDEX opened higher than previous settlement and tested an intraday high of Rs. 13845 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 13467 during late hours of trading. The futures finished with significant loss in final action. Most-active May contract traded in the range of Rs. 13467-13845 during Tuesday's trade.

### PRICE DRIVERS

#### Bullish:

1. Estimations of lower acreage, lower production
2. Declining arrivals in the markets

#### Bearish:

1. Profit taking at higher price levels
2. Lacklustre trading activities

### WEATHER

Isolated duststorm/thunderstorm is likely over Rajasthan. Mainly dry weather is likely over the rest region. Dry weather is favourable at this stage of the crop.

### TECHNICALS

Candlestick pattern is indicating steady to weak opening and initial downtrend. 14-day RSI is moving downwards in the neutral region, leaving scope for further downtrend. MACD is indicating further weakness. Prices closed below the 9-day as well as 18-day EMA, hinting weak prices. Volume as well as open interest has declined as compared to previous settlement. Jeera futures are likely to trade downwards following a steady to weak opening with possibility of some upward movements later in the session.

JEERA 0705(NCJEEK7)2007/04/24 - Daily B:13492.00 A:13497.00  
O 13811.00 H 13845.00 L 13470.00 C 13490.50 V 18,066 I 18,549 -307.9  
EMA(9) 13794 (18) 13699



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	12974	13213	13490.5	13785	14000

### TRADE RECOMMENDATION

Sell NCDEX May Jeera near Rs. 13500-13550 with a target of Rs. 13450 and then Rs. 13400 with a strict stop loss of Rs. 13625. Trade cautiously with intra day outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2320-2380	5000
	Ganesh	2550-2650	
	Machine Cleaned	2650-2750	



## TURMERIC

■ Apr 25, 2007

### SPOT MARKETS

On Tuesday, the turmeric prices at the major spot markets were almost steady. The Nizamabad market remained closed due to political pressure about the dam issue between Maharashtra and Andhra Pradesh. The demand was reported to be steady in the other market. At the Sangli markets, the arrivals and offtake were reported to be 5120 bags and the Rajapuri best variety was traded between Rs.2400-2900/quintal. At the Warangal markets, the prices were steady and the arrivals were of 5000 bags. Where as at the Duggirala markets the arrivals were of 2500 bags and the prices were steady.

### FUTURES MARKETS

All the NCDEX futures contracts for Turmeric closed at lower levels. In the May futures contract, the change in the close price and the open interest is suggesting liquidation of long positions amidst low volumes as compared to the Monday's trading session. The contract opened marginally low at Rs.2273/quintal as compared to Monday's close and made an intraday high at Rs.2280 /quintal to close at Rs.2253/quintal down by 0.70% against previous trading session. Similar situation of long liquidation amidst low volumes was witnessed in June contract.

### PRICE DRIVERS

#### Bearish:

1. Higher production estimates.
2. Arrivals to gain its momentum.
3. Low demand in the physical market.

### WEATHER

Isolated rains and thunder showers is likely at the Tamil Nadu and Andhra Pradesh region, this will not affect the crop as most of the harvest and post harvest activity have already been carried out in these areas.

### TECHNICALS

The technical charts indicated a weak closing amidst low volumes. Stochastic oscillator is in neutral zone. MACD is also moving above the signal line steady in the positive territory. The contract closed above the short term that is the 6-day indicating a bullish trend in the market. RSI is in the neutral zone. We expect the contract to trade at lower levels and a correction in the down ward price movement.

Turmeric 0705(NCTMCK7)2007/04/24 - Daily B:2252.00 A:2255.00  
O 2273.00 H 2280.00 L 2240.00 C 2253.00 V 16,710 I 23,270 -16  
EMA(9) 2244.7 (18) 2242.9



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	2217	2235	2253	2275	2297

### TRADE RECOMMENDATION

Sell NCDEX May contract at 2265-2259 with a target of Rs.2248 and Rs.2234 then Rs.2224 with a stop loss of Rs.2285-2290.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	Closed	-
	Gattah		
Erode	Finger	1950-2050	10500
	Gattah	1950-2050	



## ■ CARDAMOM

■ Apr 25, 2007

### SPOT MARKETS

According to the local auction traders currently the climatic conditions is reported to be cloudy and showers were witnessed at some areas in Idukki district, as well as IMD stated that thunder showers are expected at Kerala. The spot arrivals at the Nedukandum auctions were reported at 20000 kg and offtake of 13000kg prices were traded slightly lower at Rs.425-430 levels. The domestic demand was reported to be lower along with export inquiries with no major orders.

### FUTURES MARKETS

The MCX benchmark cardamom May futures closed firm with fresh buying support in the market. The volumes were marginally low as did not support the price movements. We witnessed accumulation of long position for the May contract as the market closed marginally up by 0.30% at Rs.495.6/kg as compared to previous settlement price along with the gain in the open interest and made an intraday high of Rs.498.8/kg. However, the trade in the June contract lacked luster with low volumes.

### PRICE DRIVERS

#### Bearish:

1. Expected rains in Kerala.

#### Bullish:

1. Good demand in the market.
2. Supply to tighten ahead.
3. Export inquiries in the market.

### WEATHER

Isolated rain and thundershower is likely at the Kerala, for next two days. This will benefit the crop.

### TECHNICALS

Cardamom charts are indicating that the fresh buying support coming in. The volume is however low as compared to previous settlement and did not support the price movement. The prices closed well above short term EMAs, indicating bullish sentiments in the market. MACD is in trading in the negative zone, which is suggesting bearish trend and indicates a sell signal. RSI is in the neutral region. We can expect the contract to trade firm.

CARDAMOM 0705(MXCAMK7)2007/04/24 - Daily B:495.60 A:495.70  
O 493.60 H 498.80 L 490.30 C 495.60 V 2,035 T 100,645 I 3,452 +1.5  
EMA(6) 492.80 (14) 496.43 (26) 502.37



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX May	486.4	491	495.6	499.5	503.4

### TRADE RECOMMENDATION

We recommend intraday buy for the MCX cardamom May contract at Rs.495-497 with a first target of Rs.500 and third target of 503 and with a stop loss of Rs.475.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Nedukandum

425-430

20000

### 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>

© 2007 Indian Agribusiness Systems Pvt Ltd.