

CHILLI

Apr 11, 2007

SPOT MARKETS

Domestic red chillies markets witnessed some weakness during Tuesday's trade. It was offered in a lower price range in Guntur markets amidst weak buying support, despite reduced arrivals. Chilli export during April-February 2006-07 of current fiscal has increased by 9 percent to 1.12 lakh tonnes valued at Rs. 596.5 crore, up 65 percent over the same period of last fiscal. Export potential of Indian chillies has in turn minimized the bearish impact of 20 percent higher production estimates for this season. Chilli prices are likely to remain weak in the coming days.

FUTURES MARKETS

Chilli futures at NCDEX opened lower than previous settlement and tested an intraday high of Rs. 6274 at the early hours of trade. The futures traded downwards thereafter on profit taking and tested an intraday low of Rs. 5962 during late hours of trading. The futures finished with significant losses in late action. Most active June contract traded in the range of Rs. 5962-6274 during Tuesday's trade.

PRICE DRIVERS

Bullish:

1. Improved demand in the markets
2. India exported 1.12 lakh tonnes chilli during April-February 2006-07

Bearish:

1. Forthcoming crop is expected good due to higher acreage
2. Crop arrivals increasing in the markets

WEATHER

Rain/thundershowers are likely at many places over south Tamil Nadu during next 48 hours and decrease thereafter. Rain/thundershowers are likely at a few places over north Tamil Nadu & Kerala during next 48 hours and decrease thereafter. Isolated rain/thundershowers are likely over Coastal Andhra Pradesh and South Interior Karnataka. Dry weather conditions are favourable for the crop.

TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. Stochastic is moving indecisively in the overbought region, leaving scope for both way movements. MACD is moving flat in the positive territory. Prices closed above 9-day as well as 18-day EMA, hinting firm prices. Red chillies futures are likely to trade downwards following a steady to weak opening with possibility of some upward movements later in the session.

CHLL334GTR 0706(NCGTRM7)2007/04/10 - Daily B:6008.00 A:6012.00
O 6170.00 H 6274.00 L 5962.00 C 6008.00 V 36,115 I 12,985 -119
EMA(9) 5891.7 (18) 5613.0



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	5688	5843	6008	6226	6369

TRADE RECOMMENDATION

Sell NCDEX June Chilli near Rs. 6050-6075 with a target of Rs. 5950 and then Rs. 5925 with a strict stop loss of Rs. 6150. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334	4300-5100	100000

■ BLACK PEPPER

■ Apr 11, 2007

SPOT MARKETS

Domestic pepper markets remained steady during Tuesday's trade. It was quoted unchanged in Kochi markets amidst arrivals as well as offtake of 60 MT. Apart from tight domestic supply situation, recent trend in global pepper markets in general and Vietnam in particular can be attributed to the sharp rise in domestic quotes. Vietnam's harvest is at its peak, yet no sign of selling pressure was visible. Farmers are in no hurry to sell their produce at any price lower than their expectations. However, buyers preferred to wait and watch for the prices to cool down.

FUTURES MARKETS

Black pepper futures at the NCDEX opened higher than previous settlement and traded upwards initially to test an intraday high of Rs. 16725 at the early hours of trade. Profit taking capped further advances and the futures traded downwards thereafter to test an intraday low of Rs. 15840. The futures settled with significant losses in final action. Most active May contract traded in the range of Rs. 15840-16725.

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 their produce

Bearish:

1. Profit taking likely at higher price levels

WEATHER

Rain/thundershowers are likely at many places over south Tamil Nadu during next 48 hours and decrease thereafter. Rain/thundershowers are likely at a few places over north Tamil Nadu & Kerala during next 48 hours and decrease thereafter. Isolated rain/thundershowers are likely over Coastal Andhra Pradesh and South Interior Karnataka. Dry weather conditions are favourable for the crop.

TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. Stochastic is moving indecisively in the overbought region. MACD is also moving flat in positive territory. Prices closed above 9-day as well as 18-day EMA, hinting firm prices. Volume as well as open interest has increased as compared to previous settlement. Black pepper futures are likely to trade downwards following a weak opening with possibility of upward movements later in the session.

Pepper 0705(NCPEPK7)2007/04/10 - Daily B:16095.00 A:16100.00
O 16666.00 H 16718.00 L 15850.00 C 16095.00 V 71,310 I 16,890 -555
EMA(9) 15288 (18) 14597



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	15000	15467	16095	16589	17000

TRADE RECOMMENDATION

Buy NCDEX May Pepper near Rs. 15950-16000 with a target at Rs. 16150 and then Rs. 16200 with a strict stop loss at Rs. 15825. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14500	60
	Ungarbled	15100	

CUMIN

Apr 11, 2007

SPOT MARKETS

Domestic jeera markets remained stable during Tuesday's trade. It was offered in previous price range in Unjha markets amidst reduced arrivals as well as offtake. Concerns of crop output in this year continue to remain as major supportive feature for the markets. Production is projected lower this year owing to lower acreage in Gujarat and adverse weather conditions in Rajasthan. Meanwhile, jeera exports have increased by 154 percent in quantity at 24,250 tonnes worth Rs. 185.80 crore, up 158 percent in value during April-February 2006-07. Jeera markets are expected to show some weakness on likely increasing arrivals.

FUTURES MARKETS

Jeera futures at the NCDEX opened almost steady than previous settlement and the most-active May contract tested an intraday high of Rs. 14170 at the early hours of trade. The futures traded downwards thereafter on increased selling interest and tested an intraday low of Rs. 13751. The futures managed to finish near unchanged level in final action. Most-active May contract traded in the range of Rs. 13751-14170 during Tuesday's trade.

PRICE DRIVERS

Bullish:

1. Estimations of lower acreage, lower production
2. India exported 24,250 tonnes of jeera during April-February 2006-07

Bearish:

1. Arrivals increasing in the market
2. Profit taking at higher price levels

WEATHER

Mainly dry weather is likely over the region. Gradual rise in day temperature is likely over Rajasthan and Gujarat. Dry weather is favourable at this stage of the crop.

TECHNICALS

Candlestick pattern is indicating steady to weak opening and initial downtrend. Stochastic is moving flat in the overbought region, leaving scope for both way movements. MACD is moving indecisively in the positive territory. Prices closed above the 9-day as well as 18-day EMA, supporting the firmness. Volume as well as open interest has increased as compared to previous settlement. Jeera futures are likely to trade downwards following a steady to weak opening with possibility of some upward movements early in the session.

JEERA 0705(NCJEEK7)2007/04/10 - Daily B:13890.00 A:13897.00
O 13891.00 H 14165.00 L 13756.00 C 13890.00 V 44,304 I 20,751 -32
EMA(9) 13624 (18) 13321



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	13223	13508	13890	14099	14362

TRADE RECOMMENDATION

Sell NCDEX May Jeera near Rs. 13950-13975 with a target of Rs. 13800 and then Rs. 13725 with a strict stop loss of Rs. 14100. Trade cautiously with intra day outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2300-2360	11000
	Ganesh	2530-2630	
	Machine Cleaned	2630-2730	

TURMERIC

Apr 11, 2007

SPOT MARKETS

Spot arrivals at the Duggirala market has started gaining its pace for the season with 2500 bags traded in the range of Rs.1950-2050 per quintal for the best quality. Last year this time the arrivals here were reported to be at same levels. The demand by the stockiest across all the markets is steady. Arrivals at the Sangli market were around 5000 bags, the Rajapuri best variety were traded between Rs.2500-3000 per quintal and Salem variety were reported to trade between Rs.2800-3500 per quintal.

FUTURES MARKETS

Most active turmeric May futures at NCDEX opened lower than previous close. We witnessed liquidation of long position amidst low volumes for the may contract. Where as for April contract we witnessed liquidation of long position the fall in volumes did not support the price movement.

PRICE DRIVERS

Bearish:

1. Higher production estimates.
2. Arrivals at all the centers to gain its momentum in coming days.

Bullish:

1. If expected rains turn out to be heavy may delay the post harvest activity at Duggirala and Warangal regions.

WEATHER

Right now the harvest has almost come to an end in most of the growing areas. In some parts of Andhra Pradesh (Duggirala and Warangal) harvest are yet to be done expected rains (should be mild) in these regions is beneficial for the crops prior to the harvest. Excess rain may affect the crop.

TECHNICALS

Candlesticks pattern indicated a weak opening and initial downtrend. Stochastic is trading below the signal line downwards indicating a sell signal. MACD is also moving downwards in the positive territory, supporting the weakness. Prices closed below the 6-day EMA, indicating a short term bearish signal. We expect the futures contract to trade weak in the next session.

Turmeric 0705(NCTMCK7)2007/04/10 - Daily B:2255.00 A:2258.00
O 2262.00 H 2282.00 L 2242.00 C 2258.00 V 24,660 I 30,160 -7
EMA(9) 2269.7 (18) 2249.5



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	2220	2239	2258	2279	2300

TRADE RECOMMENDATION

Our call is still open and about to meet the target fresh call will be given later on. Sell NCDEX May Turmeric near Rs. 2270-2275 with a target of Rs. 2240 and then Rs. 2225 with a strict stop loss at Rs. 2298. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1900-2000	15000
	Gattah	1750-1850	
Erode	Finger	2075-2175	10000
	Gattah	2100-2200	



■ C A R D A M O M

■ **Apr 11, 2007**

SPOT MARKETS

Expected rains in Kerala in next 48 hours may prove beneficial for the crop at this stage. Currently the demand is steady in the market. Last year during this time the spot were trading lower on an average by Rs.100 per kg. The average price of cardamom in Tuesday's auction at Nedugandam was reported around Rs.435-440 per kg. Arrivals of 15 tons remained unchanged as compared to Monday were all sold.

FUTURES MARKETS

In MCX Cardamom May futures contract we witnessed liquidation of long position amidst low volumes. The contract opened at lower levels. The bulls however tried to pull the prices and made a high of Rs.500 per kg but could not sustain and closed by 0.48% against Mondays close.

PRICE DRIVERS

Bearish:

1. Expected rains in Kerala

Bullish:

1. Steady domestic demand
2. Supply to tighten ahead
3. Poor production expected in Kerala as well as Guatemala

WEATHER

Rains / thunder shower is expected in next 48 hours at Kerala, the major cardamom growing regions. The rains are beneficial for the crop growth at this stage.

TECHNICALS

Cardamom charts are giving bearish signals as depicted by long dark candle. The prices closed well below short term EMAs, indicating bearish sentiments in the market. MACD is in running downward in negative zone, which indicates increasing bearish trend and indicates a sell signal. Stochastic is also negative in neutral region. We expect the contract to trade weak.

CARDAMOM 0705(MXCAMK7)2007/04/10 - Daily B:490.50 A:491.00
O 491.30 H 500.00 L 484.10 C 490.70 V 3,175 T 150,152 I 2,678 -2.4
EMA(9) 508.18 (18) 513.38



SUPPORT / RESISTANCES

Contract	S2	S1	R1	R2
MCX May	475.5	483.2	499.1	507.5

TRADE RECOMMENDATION

SELL MCX May cardamom at market open with a target of 480 then 478 with a stop loss of 498. Trade cautiously with intra-day outlook.

Auction Centre

Prices/Kg (7mm)

Arrivals (Kg)

Nedugandam

435-440

15,000

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>