

## CHILLI

Apr 23, 2007

### SPOT MARKETS

Domestic red chillies markets in Guntur remained closed on Saturday. Chilli prices remained rangebound at the lower side during the past couple of days amidst lack of buying support. Demand, both domestic as well as overseas remained subdued and continue to dampen the market sentiments. Higher export of chilli from India in recent time, on the back of report of crop failure in China, has in turn minimized the bearish impact of 20 percent higher production estimates for the season. However, with supply offsetting demand, chilli prices are likely to witness some weakness in the coming days.

### FUTURES MARKETS

Chilli futures at NCDEX opened higher than previous settlement and most active June contract tested an intraday high of Rs. 5594 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 5485 during late hours of trading. The futures finished at day's low in final action. Most active June contract traded in the range of Rs. 5485-5594 during Saturday's trade.

### PRICE DRIVERS

#### Bullish:

1. India exported 1.12 lakh tonnes chilli during April-February 2006-07
2. Report of crop failure in China

#### Bearish:

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

### WEATHER

Isolated rain/thundershowers are likely over the region. 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(NCOTRM7)2007/04/21 - Daily B:5485.00 A:5497.00  
O 5550.00 H 5594.00 L 5485.00 C 5485.00 V 8,575 I 12,590 -67  
EMA(9) 5629.0 (18) 5632.1



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	5186	5330	5485	5688	5807

### TRADE RECOMMENDATION

Sell NCDEX June Chilli near Rs. 5485-5500 with a target of Rs. 5425 and then Rs. 5400 with a strict stop loss of Rs. 5550. Trade cautiously with intra day outlook.

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

## ■ BLACK PEPPER

■ Apr 23, 2007

### SPOT MARKETS

Domestic pepper markets remained quiet at the weekend. It was quoted unchanged in Kochi markets 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 high of Rs. 15905 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 15702 only to recover back again. The futures finished higher in final action. Most active May contract traded in the range of Rs. 15702-15905 during Saturday'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 their produce

#### Bearish:

1. Profit taking at higher price levels
2. Moderate demand, both domestic as well as overseas

### WEATHER

Isolated rain/thundershowers are likely over the region. Dry weather conditions are favourable for the crop.

### TECHNICALS

Candlesticks pattern indicates steady to firm opening and initial uptrend. 14-day RSI is moving upwards in neutral region, leaving scope for further uptrend. MACD is indicating bearish trend to continue. Prices closed above the 9-day as well as 18-day EMA, indicating firm prices. Volume as well as open interest has declined as compared to previous settlement. Black pepper futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements early in the session.

Pepper 0705(NCPEPK7)2007/04/21 - Daily B:15855.00 A:15859.00  
O 15748.00 H 15901.00 L 15702.00 C 15851.00 V 11,772 I 15,739 +326  
EMA(9) 15759 (18) 15373



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	15191	15519	15851	16274	16635

### TRADE RECOMMENDATION

Buy NCDEX May Pepper near Rs. 15750-15800 with a target at Rs. 15900 and then Rs. 15950 with a strict stop loss at Rs. 15650. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14400	-
	Ungarbled	15000	-

## CUMIN

■ Apr 23, 2007

### SPOT MARKETS

Domestic jeera markets remained stable during Saturday's trade. It was offered in previous price range in Unjha markets amidst mostly steady arrivals as well as offtake. Traders reported lack of buying support as the major reason behind the recent consolidation. 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 lower than previous settlement and tested an intraday high of Rs. 13844 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 13650. The futures pared the losses and finished with some gains in late action. Most-active May contract traded in the range of Rs. 13650-13844 during Saturday'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
3. Declining arrivals in the markets

#### Bearish:

1. Profit taking at higher price levels

### 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 opening and initial uptrend. 14-day RSI is moving flat in the neutral region, leaving scope for both way movements. MACD is indicating further weakness. Prices closed below the 9-day EMA, but remained supported by 18-day EMA. Volume as well as open interest has declined as compared to previous settlement. Jeera futures are likely to trade upwards following a steady opening with possibility of downward movements later in the session.

JEERA 0705(NCJEEK7)2007/04/21 - Daily B:13733.00 A:13738.00  
O 13680.00 H 13844.00 L 13650.00 C 13737.90 V 11,256 I 20,913 +37.9  
EMA(9) 13858 (18) 13717



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	13236	13451	13737.9	14095	14333

### TRADE RECOMMENDATION

Buy NCDEX May Jeera near Rs. 13650-13700 with a target of Rs. 13800 and then Rs. 13850 with a strict stop loss of Rs. 13550. Trade cautiously with intra day outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2280-2340	5000
	Ganesh	2510-2610	
	Machine Cleaned	2610-2710	



## TURMERIC

■ Apr 23, 2007

### SPOT MARKETS

Most of the turmeric spot markets remained closed on Saturday because of weekly off. However, Sangli spot market in Maharashtra opened after a holiday of two days due to 'Akshay Tritiya.' The arrivals were witnessed around 4270 bags. The best variety of Rajapuri were traded between the range of Rs.2400-2900 per quintal, the Salem variety traded between the range Rs.2700-3200 per quintal and Desi Cudappa traded between Rs.2150-2350 per quintal. The demand after two days of close was reported to be steady according to the trade sources.

### FUTURES MARKETS

All the NCDEX futures contracts for Turmeric closed on a positive note. During the week, we witnessed mixed sentiments. The week opened with a bearish note and close firm. In the most active May futures contract, the change in the close price and the open interest is suggesting liquidation of short positions amidst low volumes as compared to the Friday's trading session. The contracts opened marginally up at Rs.2237 per quintal and made an intraday high at Rs.2250 per quintal to close at Rs.2242 per quintal up by Rs.10 as compared to Friday's closing price.

### 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

Candlesticks pattern indicated a correction in the prices. Stochastic is trading below the signal line downwards indicating a sell signal. MACD is also moving above the signal line steady in the positive territory. The short term that is the 6-day EMA has cut the (26 - day) EMA from above and is currently trading below the long term (26-day) and the short term (14-day) EMA indicating a bearish trend in the market. Fresh buying is expected in next trading session however the overall trend still favours the bears.

Turmeric 0705(NCTMCK7)2007/04/21 - Daily B:2241.00 A:2242.00  
O 2237.00 H 2250.00 L 2233.00 C 2242.00 V 9,100 I 24,580 +10  
EMA(9) 2236.3 (18) 2239.3



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	2224	2233	2242	2250	2258

### TRADE RECOMMENDATION

We recommend sell NCDEX May as well as the June contracts at every rise for medium term basis however for the short term we expect the prices to trade firm for next trading session and we recommend intraday buy on dips for the traders.

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



## ■ CARDAMOM

■ Apr 23, 2007

### SPOT MARKETS

According to the local auction traders currently the climatic conditions is reported to be cloudy and showers are expected, however rains are expected by next week at the cardamom growing areas Kerala as well as IMD stated that thunder showers are expected at Kerala. The spot arrivals at the Pulianmalai auctions were reported at 14000 kg with an off take of Rs.11000 kg and the prices were trading firm between the ranges of Rs.450-470/kg. The domestic demand was reported to be good in the market as well as export orders of 2 tons were there as per the trade sources.

### FUTURES MARKETS

The trade in the MCX cardamom contract was lackluster for the day. The volumes fell marginally for all the contracts. We witnessed fresh short being developed for the May contracts at the initial trading session. The change in the close price and the open interest is suggesting creation of fresh short positions. The contracts traded between Rs.479.2/kg and Rs.486.7/kg and closed at Rs.482.2/kg lower than the Wednesdays close by 1.35%.

### PRICE DRIVERS

#### Bearish:

1. Expected rains in Kerala.

#### Bullish:

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

### WEATHER

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

### TECHNICALS

Cardamom charts are indicating a short-term downward trend in the market. The volume is however low and not supporting the price movement. 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. RSI is in the oversold region. We can expect a correction in the next trading session contracts to trade on a positive note.

CARDAMOM 0705(MXCAMK7)2007/04/21 - Daily

O 486.70 H 486.70 L 479.20 C 482.20 V 1,124 T 936 I 3,085 -6.6

EMA(6) 490.71 (14) 496.93 (26) 503.62



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX May	475.2	478.7	482.2	486.2	490.2

### TRADE RECOMMENDATION

We recommend intraday buy for the MCX cardamom May contract on market open price with a target of Rs.497/kg and Rs.500 with a stop loss of Rs.475.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Pulianmalai

470-480

19000

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