

CHILLI

Apr 14, 2007

SPOT MARKETS

Domestic red chillies markets remained bearish during Friday's trade. It was offered in a lower price range amidst lack of buying support. Recent rally in chilli prices came to a halt as higher prices have dented buyers' interest in the markets. Demand, both domestic as well as overseas was the major supportive feature for the recent rally. Increased export of chilli from India, 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. Chilli prices are likely to witness some weakness in the coming days.

FUTURES MARKETS

Chilli futures at NCDEX opened lower than previous settlement and the most active June contract traded upwards initially to test an intraday high of 5964. The futures traded downwards thereafter on increased selling interest and tested an intraday low of Rs. 5805. The futures finished in negative territory in final action. Most active June contract traded in the range of Rs. 5805-5964 during Friday'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. Forthcoming crop is expected good due to higher acreage
2. Crop arrivals increasing in the markets

WEATHER

Rain/thundershowers are likely at a few places over south Tamil Nadu. Isolated rain/thundershowers are likely over rest region. Dry weather conditions are favourable for the crop.

TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. Stochastic is moving downwards in the neutral region, hinting further downtrend. MACD is moving downwards in the positive territory, supporting the weakness. Prices closed below 9-day EMA, hinting weak prices. Red chillies futures are likely to trade downwards following a steady to weak opening with possibility of upward movements early in the session.

CHLL334GTR 0706(NCGTRM7)2007/04/13 - Daily B:5852.00 A:5867.00
O 5875.00 H 5963.00 L 5805.00 C 5860.00 V 24,290 I 15,150 -53
EMA(9) 5918.9 (18) 5737.2



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	5510	5688	5860	6058	6226

TRADE RECOMMENDATION

Sell NCDEX June Chilli near Rs. 5900-5925 with a target of Rs. 5825 and then Rs. 5785 with a strict stop loss of Rs. 5995. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334	4100-4900	70000-80000

■ BLACK PEPPER

■ Apr 14, 2007

SPOT MARKETS

Domestic pepper markets witnessed a soft trend during Friday's trade. It was offered in a lower price range amidst arrivals as well as offtake of 16 MT. Pepper prices have rallied on the back of good domestic demand as well as firm global trend. Vietnam continues to lead the global market, where prices are reported on the upward move despite the country's harvest is at its peak. Vietnamese farmers are in no hurry to sell their produce at any price lower than expectations. However, buyers preferred to wait and watch for the prices to ease. Apart from global market trend, domestic fundamentals are also supportive for the prices as production estimated well below the demand.

FUTURES MARKETS

Black pepper futures at the NCDEX opened higher than previous settlement and traded upwards to test an intraday high of Rs. 16634. Increased selling interest has pressurised the futures thereafter and the futures traded downwards to test an intraday low of Rs. 15910. The futures finished significantly lower after paring some of the losses in late action. Most active May contract traded in the range of Rs. 15910-16634 during Friday'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 likely at higher price levels

WEATHER

Rain/thundershowers are likely at a few places over south Tamil Nadu. Isolated rain/thundershowers are likely over rest region. 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 also moving flat in positive territory. Prices closed above 9-day as well as 18-day EMA, hinting firm prices. Volume has declined, while open interest has increased as compared to previous settlement. Black pepper futures are likely to trade downwards following a steady to weak opening with possibility of upwards movements later in the session.

Pepper 0705(NCPEPK7)2007/04/13 - Daily B:16060.00 A:16069.00
O 16550.00 H 16633.00 L 15913.00 C 16067.00 V 48,430 I 19,928 -473
EMA(9) 15876 (18) 15193



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	15306	15664	16067	16558	16890

TRADE RECOMMENDATION

Buy NCDEX May Pepper near Rs. 15900-15950 with a target at Rs. 16100 and then Rs. 16150 with a strict stop loss at Rs. 15775. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14500	16
	Ungarbled	15100	

CUMIN

■ **Apr 14, 2007**

SPOT MARKETS

Domestic jeera markets extended previous advances further. It was quoted in a higher price range in Unjha markets on higher offtake amidst steady arrivals. Sellers preferred to hold back on expectations of further rise in prices over the coming few days. 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. Some unconfirmed reports of adverse weather conditions in Syria and Turkey also added to the firmness. Jeera prices are likely to remain firm in the coming days.

FUTURES MARKETS

Jeera futures at the NCDEX opened much higher than previous settlement and the most-active May contract tested an intraday high of Rs. 14549.5 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 14300. However, the futures finished with some gains in final action. Most-active May contract traded in the range of Rs. 14300-14549.5 during Friday'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. Dry weather is favourable at this stage of the crop.

TECHNICALS

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

JEERA 0705(NCJEEK7)2007/04/13 - Daily B:14375.00 A:14380.00
O 14440.00 H 14548.00 L 14300.10 C 14375.50 V 32,070 I 21,540 -43.5
EMA(9) 13939 (18) 13589



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	13856	14095	14375.5	14714	14929

TRADE RECOMMENDATION

Buy NCDEX May Jeera near Rs. 14300-14325 with a target of Rs. 14450 and then Rs. 14500 with a strict stop loss of Rs. 14225. Trade cautiously with intra day outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2340-2400	8000
	Ganesh	2570-2670	
	Machine Cleaned	2670-2770	

TURMERIC

■ Apr 14, 2007

SPOT MARKETS

Spot arrivals at Sangli Market in Maharashtra was reported to be at marginally higher side against Thursday's arrivals at 4852 bags and prices were reported to be steady at previous trade's level. The spot prices for the Rajapuri, best variety was quoted between Rs.2400-3000/quintal and Salem was quoted at Rs.2750-3400. At the Nizamabad, Warangal and Duggirala centers at AP the arrivals were 8000, 7000, 3000 bags respectively and the prices at Nizamabad were steady where as at Warangal and Duggirala were trading lower by at previous trade's level by Rs.50 and 25 /Quintal respectively. The prices at Erode spot market were weak by Rs.50/quintal amidst good arrivals of 16000 bags. Overall demand was reported to be weak and lacked interest among the traders in the market.

FUTURES MARKETS

NCDEX turmeric futures contracts closed on negative zone on weak advices from the spot market, after opening firm. We witnessed liquidation of long position for the most active May futures contract amidst low volumes. The contract made an intraday high of Rs.2280 per quintal and closed at Rs.2261 per quintal lower than the previous close by Rs.10 per quintal. For the June contract we witnessed liquidation of long position amidst low volumes.

PRICE DRIVERS

Bearish:

1. Higher production estimates.
2. Low demand in the physical market.

WEATHER

Mild showers are expected at South Tamil Nadu. This will not affect the crop as most of the harvest and post harvest activity have already been carried out.

TECHNICALS

Candlesticks pattern indicates a weak opening. Stochastic is trading below the signal line downwards indicating a sell signal. MACD is moving downwards in the positive territory, supporting the weakness. Prices closed slightly below the 6-day EMA, and are currently neutral. We can expect correction in the trend and fresh buying coming in next trading session; however, the overall trend still favours the bears.

Turmeric 0705(NCTMCK7)2007/04/13 - Daily B:2259.00 A:2263.00
O 2274.00 H 2280.00 L 2250.00 C 2261.00 V 15,760 I 26,360 -10



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	2233	2247	2261	2277	2293

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	1900-1975	8000
	Gattah	1750-1850	
Erode	Finger	2000-2100	16000
	Gattah	2050-2100	



■ CARDAMOM

■ Apr 14, 2007

SPOT MARKETS

Isolated thunder shower is expected for next two days at cardamom growing areas at Kerala and other growing region at Karnataka. This may prove beneficial for the crop. Further if it rains in Kerala, it will have a positive impact on the crop. The spot prices were almost steady with mild fluctuations. Currently the demand is steady in the market. The average price of cardamom at Vandanmedu auction held on Friday was reported between the ranges of Rs.400-501 per kg. Arrivals were around 17 tons were all sold.

FUTURES MARKETS

All the cardamom MCX futures contract closed on a red zone. The most active May contract closed at Rs.487.4 per kg 0.57 percent lower against previous closing price. The contract however made an intraday high at Rs.492 per kg and low at Rs.484.1 per kg. The change in the close and open interest suggests creation of fresh short positions; however, the change is not significant to prove our assumptions right amidst marginal gain the volumes. Similar situation was witnessed at the June contract as well.

PRICE DRIVERS

Bearish:

1. Expected rains in Kerala.

Bullish:

1. Steady domestic demand.
2. Supply to tighten ahead.

WEATHER

Isolated mild thunder shower is expected at the Kerala, the major cardamom growing area in India for next two days. This will benefit the crop.

TECHNICALS

Cardamom charts are giving a negative signal for the prices as a doji candle has formed on Friday. The volume has however 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. Stochastic is also negative in neutral region. We can expect a correction in the next trading session contracts to trade on a positive note.



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX May	479.93	483.66	487.4	491.56	495.73

TRADE RECOMMENDATION

Our call is still open fresh call will be given later. 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)

Vandanmedu

400-501

17000

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