

CHILLI

Apr 27, 2007

SPOT MARKETS

Domestic red chillies markets in Guntur maintained previous position during Thursday's trade. It was offered in an unchanged price range amidst reduced arrivals as well as offtake. Demand remains weak from domestic as well as overseas buyers and consequently pressurising the market trend. 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 lower than previous settlement and the most active June contract traded downwards to test an intraday low of Rs. 4832 at the early hours of trade. The futures recovered back to test an intraday high of Rs. 4955, only to retreat again. The futures finished near day's low in final action. Most active June contract traded in the range of Rs. 4832-4955 during Thursday's trade.

PRICE DRIVERS

Bullish:

1. Moderate buying support at lower price levels

Bearish:

1. Domestic production is estimated higher due to increased acreage
2. Supply continue to offset physical market demand

WEATHER

Rain/thundershowers are likely at a few places over south Tamil Nadu and Kerala. Isolated rain/thundershower is likely over north Tamil Nadu, Karnataka and Coastal Andhra Pradesh. Dry weather conditions are favourable for the crop.

TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. 14-day RSI is heading towards oversold region, leaving scope for further downtrend. MACD is supporting the weakness. Prices closed below 9-day as well as 18-day EMA, an indication that short-term trend remains bearish. Volume has declined, while open interest has increased as compared to previous settlement. Red chillies futures are likely to trade downwards following a steady to weak opening with possibility some upward movements later in the session.

CHLL334GTR 0706(NCGTRM7)2007/04/26 - Daily B:4842.00 A:4858.00
O 4876.00 H 4955.00 L 4833.00 C 4854.00 V 14,870 I 11,030 -78
EMA(9) 5239.6 (18) 5406.2



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	4577	4720	4854	5007	5150

TRADE RECOMMENDATION

Sell NCDEX June Chilli near Rs. 4875-4900 with a target of Rs. 4825 and then Rs. 4800 with a strict stop loss of Rs. 4950. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334	3300-4000	30000

■ BLACK PEPPER

■ Apr 27, 2007

SPOT MARKETS

Domestic pepper markets extended previous weakness further. It was quoted lower by Rs. 100 per quintal in Kochi markets amidst no arrivals as well as offtake. Traders attributed lacklustre trading activities as the reason behind the decline in prices. Vietnam pepper prices are on an uptrend, though prices at other origins are more or less stable. 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 near month May contract tested an intraday high of Rs. 16047 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 15570 during late hours of trading. The futures finished in negative territory after paring some of the losses in late action. Near month May contract traded in the range of Rs. 15570-16047 during Thursday'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 holding back stocks

Bearish:

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

WEATHER

Rain/thundershowers are likely at a few places over south Tamil Nadu and Kerala. Isolated rain/thundershower is likely over north Tamil Nadu, Karnataka and Coastal Andhra Pradesh. 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 below the 9-day EMA, but remain supported by 18-day EMA. 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 upward movements later in the session.

Pepper 0705(NCPEPK7)2007/04/26 - Daily B:15651.00 A:15668.00
O 15749.00 H 16030.00 L 15575.00 C 15651.00 V 18,700 I 11,743 -56
EMA(9) 15841 (18) 15625

**SUPPORT / RESISTANCES**

Contract	S2	S1	PCP	R1	R2
NCDEX May	14961	15289	15651	16143	16471

TRADE RECOMMENDATION

Sell NCDEX May Pepper near Rs. 15700-15750 with a target at Rs. 15600 and then Rs. 15550 with a strict stop loss at Rs. 15850. Trade cautiously with intra day outlook.

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

CUMIN

■ Apr 27, 2007

SPOT MARKETS

Domestic jeera markets continue to remain bearish. It was quoted in a lower price range in Unjha markets owing to reduced offtake. Lack of buying support has resulted in dampening the market trend. 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 are likely to remain weak in the coming days amidst weak buying support.

FUTURES MARKETS

Jeera futures at the NCDEX opened slightly lower than previous settlement and near month May contract tested an intraday high of Rs. 13045 at the early hours of trade. The futures traded sharply downwards thereafter and slide to test an intraday low of Rs. 12473 during late hours of trading. The futures finished near day's low in final action. Near month May contract traded in the range of Rs. 12473-13045 during Thursday's trade.

PRICE DRIVERS

Bullish:

1. Estimations of lower acreage, lower production

Bearish:

1. Lacklustre trading activities in the market
2. Lack of buying support at physical markets

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

JEERA 0705(NCJEEK7)2007/04/26 - Daily B:12451.00 A:12480.10
O 12945.00 H 13045.00 L 12475.00 C 12475.10 V 16,647 I 16,203 -474.8
EMA(9) 13394 (18) 13520



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	11902	12188	12475.1	12760	13000

TRADE RECOMMENDATION

Sell NCDEX May Jeera near Rs. 12490-12525 with a target of Rs. 12400 and then Rs. 12375 with a strict stop loss of Rs. 12600. Trade cautiously with intra day outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2240-2300	
	Ganesh	2470-2570	4000-5000
	Machine Cleaned	2570-2670	

TURMERIC

■ Apr 27, 2007

SPOT MARKETS

Turmeric prices across all the spot markets today witnessed a fall by Rs.25-30/quintal where as the Erode markets were steady. The arrivals at the Duggirala and Warangal spot market were witnessed at around 2500 and 4000 bags respectively. The arrivals at the Sangli markets were reported to be around 2987 bags and the Rajapuri variety were traded between Rs.2400-2850/quintal and Salem variety were traded between Rs.2700-3150/quintal. According to the traders, the stockiest have entered the market and till date around 2.40 lakh bags of turmeric are sold for the season at the Sangli market and around 0.60 lakh bags are still expected.

FUTURES MARKETS

All the NCDEX futures contracts for Turmeric settled marginally low. In the May futures contract, the change in the close price and the open interest is suggesting liquidation of long positions. The steep fall in the volumes did not support the price movement. The contract opened low side at Rs.2236/quintal as compared to previous close price and made an intraday high at Rs.2256/quintal and low at Rs.2232 to close at Rs.2238/quintal. Where as accumulation of short positions amidst low volumes were witnessed in June contract.

PRICE DRIVERS

Bearish:

1. Higher production estimates.
2. 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 very good volumes. Stochastic oscillator is steady in neutral zone. MACD is also moving above the signal line steady in the positive territory. The contract closed below the short term that is the 6-day indicating a bearish trend in the market. RSI is in the neutral zone. We expect the contract to trade weak at lower levels.

Turmeric 0705(NCTMCK7)2007/04/26 - Daily B:2235.00 A:2238.00
O 2244.00 H 2256.00 L 2232.00 C 2238.00 V 9,730 I 22,180 +2
EMA(9) 2242.6 (18) 2243.0



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	2218	2228	2238	2252	2266

TRADE RECOMMENDATION

Sell NCDEX May contract at 2250-2255 with a target of Rs.2220 and Rs.2207 then Rs.2200 with a stop loss of Rs. 2275.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	NA	NA
	Gattah	NA	
Erode	Finger	1950-2050	12000
	Gattah	1950-2050	



■ CARDAMOM

■ Apr 27, 2007

SPOT MARKETS

As per the local auction traders currently the climatic conditions is reported to be favourable and showers were witnessed at some areas in Idukki district in last two days, as well as IMD stated that thunder showers are expected at Kerala. The spot arrivals at the Bodinayakanur auctions were reported at 18000 kg and with an offtake of 17000 kg. Prices were traded significantly lower at Rs.400-425 levels as compared to last week's prices amidst very low demand.

FUTURES MARKETS

The MCX benchmark cardamom May futures settled in the negative territory on the back of selling pressure and weak advices from the spot. The volumes gained marginally and supported the price movements. We witnessed liquidation of long position for the May contract as the market closed low by 2.86% at Rs.472/kg as compared to previous settlement price along with the fall in open interest and made an intraday low at Rs.471/kg. However, the trade in the June contract lacked luster with low volumes.

PRICE DRIVERS

Bearish:

1. Expected rains in Kerala.
2. Low demand in the market

Bullish:

1. Low Production in India

WEATHER

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

TECHNICALS

Cardamom charts are indicating lackluster trading session. The volume gained marginally as compared to previous settlement supported the price movement. The contract closed below short term EMAs, indicating bearish trend 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 and heading towards oversold region. We can expect correction on a positive side and the contract to trade firm.



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX					
May	461	466.5	472	482	492

TRADE RECOMMENDATION

We recommend intraday buy for the MCX cardamom May contract at Rs.473-475 with a first target of Rs.480.3, then 486 and third target of 491 and with a stop loss of Rs.463.

Auction Centre

Prices/Kg (7mm)

Arrivals (Kg)

Bodinayakanur

400-425

18000

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