

CHILLI

Apr 21, 2007

SPOT MARKETS

Domestic red chillies markets in Guntur remained stable during Friday's trade. It was quoted unchanged amidst slightly higher arrivals as well as offtake. 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 lower than previous settlement and most active June contract tested an intraday low of Rs. 5426 at the early hours of trade. Increased buying interest at the lower price levels supported the futures thereafter and the futures traded upwards to test an intraday high of Rs. 5568. The futures finished near day's high in final action. Most active June contract traded in the range of Rs. 5426-5568 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. 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 steady to firm opening and initial uptrend. 14-day RSI is moving upwards in neutral region, leaving scope for further uptrend. MACD is supporting the weakness. Prices closed below the 9-day as well as 18-day EMA, hinting weak prices. Red chillies futures are likely to trade upwards following a steady to firm opening with possibility some downward movements later in the session.

CHLL334GTR 0706(NCGTRM7)2007/04/20 - Daily B:5552.00 A:5554.00
O 5491.00 H 5568.00 L 5430.00 C 5552.00 V 13,780 I 13,045 +34
EMA(9) 5665.0 (18) 5649.4



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	5306	5413	5552	5664	5772

TRADE RECOMMENDATION

Buy NCDEX June Chilli near Rs. 5500 with a target of Rs. 5600 and then Rs. 5650 with a strict stop loss of Rs. 5425. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334	3700-4500	40000

■ BLACK PEPPER

■ Apr 21, 2007

SPOT MARKETS

Domestic pepper markets remained firm during Friday's trade. It was offered in a higher price range amidst no arrivals as well as offtake. All eyes are on Vietnam at present and any minute development is playing large on global prices. Vietnam prices are reported higher, though prices in other sources remained mostly rangebound. At the domestic front, some buying interest at the lower price levels has supported the prices. 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. 15450 at the early hours of trade. The futures recovered back on increased buying interest and tested an intraday high of Rs. 15878. The futures settled up after paring some gains in late action. Most active May contract traded in the range of Rs. 15450-15878 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 at higher price levels
2. Weak 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 flat in neutral region, leaving scope for both ways movement. MACD is indicating bearish trend to continue. Prices closed just below 9-day EMA, but got supported by the 18-day EMA. 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 downward movements early in the session.

Pepper 0705(NCPEPK7)2007/04/20 - Daily B:15730.00 A:15738.00
O 15551.00 H 15878.00 L 15450.00 C 15732.00 V 26,636 I 17,118 +207
EMA(9) 15742 (18) 15442



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	15000	15318	15732	16078	16403

TRADE RECOMMENDATION

Buy NCDEX May Pepper near Rs. 15600-15650 with a target at Rs. 15800 and then Rs. 15850 with a strict stop loss at Rs. 15475. Trade cautiously with intra day outlook.

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

SPOT MARKETS

Domestic jeera markets witnessed a stable trend during Friday's trade. It was quoted unchanged in Unjha markets on reduced offtake amidst steady arrivals. Traders reported lack of buying support as the major reason behind the recent decline 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 slightly lower than previous settlement and the most active May contract tested an intraday high of Rs. 13920 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 13661 and finished with significant losses in final action. Most-active May contract traded in the range of Rs. 13661-13920 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
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 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 has declined, while 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 later in the session.

JEERA 0705(NCJEEK7)2007/04/20 - Daily B:13700.00 A:13708.00
O 13875.00 H 13912.00 L 13665.00 C 13700.00 V 18,990 I 21,558 -177.8
EMA(9) 13908 (18) 13767



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	13260	13499	13700	14023	14238

TRADE RECOMMENDATION

Sell NCDEX May Jeera near Rs. 13725-13750 with a target of Rs. 13650 and then Rs. 13600 with a strict stop loss of Rs. 13825. 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 21, 2007

SPOT MARKETS

Turmeric markets remained on an average rangebound during Friday's trade. It was quoted marginally changed in Nizamabad markets amidst reduced arrivals as well as offtake. Prices were mostly unchanged in Erode amidst lower arrivals as well as offtake. Stockists are reported active in Erode markets, though remained away from other markets at prevailing prices. Turmeric prices are likely to remain at the lower side.

FUTURES MARKETS

Turmeric futures at NCDEX opened higher as a follow through of Thursday's gains. Most active May contract tested an intraday high of Rs. 2249 at the early hours of trade. The futures traded downwards thereafter to test an intraday low of Rs. 2214. The futures pared some losses, but finished slightly lower in late action. Most active May contract traded in the range of Rs. 2214-2249 during Friday's trade.

PRICE DRIVERS

Bearish:

1. Higher production estimates
2. Arrivals to gain its momentum in coming days
3. Lack of buying support in the 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 indicates a steady to weak opening and indecision. 14-day RSI is moving flat, leaving scope for both ways movement. Prices closed below 9-day as well as 18-day EMA, hinting weak prices. MACD is in negative territory, supporting the weakness. Volume as well as open interest has declined.

Turmeric 0705(NCTMCK7)2007/04/20 - Daily B:2231.00 A:2232.00
O 2240.00 H 2249.00 L 2214.00 C 2232.00 V 16,780 I 25,280 -2
EMA(9) 2234.6 (18) 2239.4



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX May	2170	2203	2232	2283	2314

TRADE RECOMMENDATION

Sell NCDEX May Turmeric near Rs. 2245-2250 with a target of Rs. 2220 and then Rs. 2210 with a strict stop loss of Rs. 2270. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1850-1950	6000
	Gattah	1750-1800	
Erode	Finger	2000-2050	12000
	Gattah	2000-2050	

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