



## MENTHA

May 02, 2007

### SPOT MARKETS

Spot markets witnessed slight increase in prices on the back of lower arrivals and unchanged demand in the market on Tuesday. Demands in the market were mainly from the locals. Chandausi and Sambhal experienced the lower arrivals of 70-80 barrels and 50 barrels respectively. Rampur and Barabanki also witnessed lower arrivals of 30-40 barrels and 50-60 barrels respectively. Exporters presences in the markets were not found today mainly due to recent depreciation of Dollar against Rupee. Present arrivals are mainly coming from the stockists. As per trade sources, the acreage of mentha crop will be higher during this season. Consequently the production is expected to increase. But presently, as the crop is mainly in the fields and only some scattered harvest are being seen in some of the growing regions, fresh arrivals from the farmers are limited. Thus, prices are expected to remain slightly firm in coming days due to declining arrivals coupled with some demand from locals.

### FUTURES MARKETS

MCX Mentha oil May contracts observed firm sentiment with bullish tone. May contract, opened weak at Rs.567.00 against the previous closing price of Rs. 572.00 and traded upward initially, testing a high of Rs.579.00. Futures finally settled at positive side on Rs.575.50. May contract traded in range of Rs.567.00-579.00. Volume increased significantly while open interest had a marginal decline.

### PRICE DRIVERS

1. Less Exporters demand due to Dollar depreciation Against Rupee.
2. Lower local demand
3. Decrease in arrivals

### WAREHOUSE STOCKS

Exchange	Stock
MCX	2 70 174 920 Kt

### Spot Market Prices

(in Rs/Kg)

Origin/Grade	Centre	01.05.07	30.04.07	Change
Mentha Oil	Sambhal	590	588	+2
	Chandausi	594-595	588	+6
	Rampur	585-586	585	+1
	Barabanki	575	575	0

### 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>

© 2005 Indian Agribusiness Systems Pvt. Ltd.

### TECHNICALS

Charts are showing firmness in the market. The prices closed above short term EMAs that indicate short-term firmness. MACD is moving upward in neutral region. Stochastic is moving upward in neutral region. Market is expected to trade up following a steady to slightly weak opening.



### SUPPORT / RESISTANCES

Contract	S1	S2	PCP	R1	R2
MCX-Mentha Oil-May Contract	568	565	575.5	586	588

### TRADE RECOMMENDATION

**BUY** MCX Mentha Oil May contract below 572 with target of 580, then 582. Put stop loss at 568. Trade cautiously with intraday outlook.