

### SPOT MARKETS

Domestic red chillies markets in Guntur remained closed for summer holidays. Market will resume normal trading activities from June 4, 2007 again.

Traders are anticipating trading volume to increase once the holidays are over. Chilli fundamentals continue to remain bearish with 20 percent higher production estimates for the season.

### FUTURES MARKETS

Chilli futures at NCDEX opened lower than previous settlement and most active June contract tested an intraday low of Rs. 4997 at the early hours of trade. The futures traded upwards thereafter to test an intraday high of Rs. 5141. Profit taking capped further advances and the futures finished with marginal gains in final action. Most active June contract traded in the range of Rs. 4997-5141 during Monday's trade.

### PRICE DRIVERS

#### Bullish:

1. Market closed for next 3 weeks due to summer holidays

#### Bearish:

1. Domestic production is estimated higher by 20 percent due to increased acreage

### WEATHER

Isolated rain/thundershowers are likely over Kerala and Lakshadweep. Weather is not a crucial factor at present.

### TECHNICALS

Candlesticks pattern indicates steady opening and initial downtrend. 14-day RSI is moving flat in neutral region, leaving scope for both way movements. MACD remains in the negative territory. Prices closed just above the 9-day EMA, hinting firm short-term trend. The close below 18-day EMA is a bearish indication for intermediate-term. Volume has increased, while open interest has declined as compared to previous settlement. Red chillies futures are likely to trade downwards following a steady opening initially with possibility of upward movements thereafter.

CHLL334GTR 0706(NCGTRM7)2007/05/14 - Daily B:5031.00 A:5038.00  
O 5015.00 H 5141.00 L 4997.00 C 5035.00 V 9,070 I 8,695 +22  
EMA(9) 5031.6 (18) 5106.9



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	4730	4840	5035	5183	5291

### TRADE RECOMMENDATION

Sell NCDEX June Chilli at Rs. 5050-5075 with a target of Rs. 5000 and then Rs. 4975 with a strict stop loss of Rs. 5125. Trade cautiously with intra day outlook.

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

## ■ BLACK PEPPER

■ May 15, 2007

### SPOT MARKETS

Domestic black pepper markets extended previous advances further. It was quoted up by Rs. 100 per quintal in Kochi markets amid arrivals as well as offtake of 5 MT. According to a latest International Pepper Community report, market was calm and prices in Vietnam and India were relatively unchanged during the past week. In Lampung, average local price was around IDR 33,000 per kg, up by IDR 1,000 compared to previous week. In USD term, the price increased by 6 per cent due to weakening of the USD against IDR. In Sarawak, local price increased steadily from RM10.58 per kg to RM10.92 at the week's close. On average, the price increased by 7 per cent locally and 6 per cent FOB, the report added. Domestically, pepper prices are likely to remain firm on its strong fundamentals with possibility of some short-term consolidation.

### FUTURES MARKETS

Black pepper futures at NCDEX opened higher than previous settlement and most active June contract tested an intraday low of Rs. 15536 at the early hours of trade. The futures traded upwards thereafter to test an intraday high of Rs. 15925 only to retreat again. The futures managed to finish higher after paring some of the gains in late action. Most active June contract traded in the range of Rs. 15536-15925.

### PRICE DRIVERS

#### Bullish:

1. Global supplies remain tight
2. Vietnam crop size projected lower by 10-20 percent

#### Bearish:

1. Profit taking at higher price levels
2. Moderate domestic and export demand

### WEATHER

Isolated rain/thundershowers are likely over Kerala. It would help the newly planted vines.

### TECHNICALS

Candlesticks pattern indicates steady opening and indecision in the market. 14-day RSI is moving upwards in neutral region, leaving scope for further uptrend. MACD is about to make a bullish crossover in the negative territory. Prices closed below the 9-day as well as 18-day EMA, indicating that the trend still remains bearish. Volume has increased, while open interest has declined as compared to previous settlement. Black pepper futures are likely to trade upwards following a steady opening with possibility of some early downward movements.

Pepper 0706(NCPEPM7)2007/05/14 - Daily B:15663.00 A:15670.00  
O:15628.00 H:15925.00 L:15536.00 C:15670.00 V:20,448 I:18,581 +113  
EMA(9) 15694 (18) 15803



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	15042	15300	15670	16084	16371

### TRADE RECOMMENDATION

Buy NCDEX June Pepper near Rs. 15575-15600 with a target at Rs. 15750 and then Rs. 15775 with a strict stop loss at Rs.15475. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14900	5
	Ungarbled	14300	

## CUMIN

May 15, 2007

### SPOT MARKETS

Domestic jeera markets at Unjha remains firm during Monday's trade. It was quoted higher owing improved offtake amid steady arrivals. Traders reported presence of some demand at the lower price levels as the major supportive feature for the markets. Increase in trading volume can lead to some short-term spike in prices in the coming few days. Long-term fundamentals continue to remain supportive with the estimated fall in production this year.

### FUTURES MARKETS

Jeera futures at NCDEX opened higher than previous settlement and most active June contract tested an intraday high of Rs. 13389 at the early hours of trade. Profit taking capped further advanced and the futures wiped away earlier gains to test an intraday low of Rs. 12993. Most active June contract settled near day's low after trading in the range of Rs. 12993-13389 during Monday's trade.

### PRICE DRIVERS

#### Bullish:

1. Estimations of lower production this season
2. Improved offtake in the physical markets

#### Bearish:

1. Subdued export demand on strong rupee and higher prices
2. Lacklustre trading activities in physical markets

### WEATHER

Isolated duststorm/thunderstorm is likely over Rajasthan from Tuesday onwards. Weather is not crucial at present as most of the harvesting operation is over.

### TECHNICALS

Candlesticks pattern indicates weak opening and initial downtrend. Prices closed above 9-day EMA, indicating that the short-term trend remains firm. However, the close below the 18-day EMA is a bearish indication. MACD is moving upwards after a bullish crossover in the negative territory. 14-day RSI is moving downwards in neutral region, leaving scope for further downtrend. Volume as well as open interest has increased as compared to previous settlement. Jeera futures are likely to trade downwards following a weak opening with possibility of some late recovery.



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	12631	12821	13014	13322	13552

### TRADE RECOMMENDATION

Sell NCDEX June Jeera near Rs. 13025-13050 with a target of Rs. 12950 and then Rs. 12900 with a strict stop loss of Rs.13125. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2280-2360	2500
	Ganesh	2380-2460	
	Machine Cleaned	2580-2660	



## TURMERIC

May 15, 2007

### SPOT MARKETS

The week started with a steady to weak sentiments at all the spot markets. At Sangli market, around 2925 bags were sold and prices were weak by Rs.50/quintal. At Warangal and Duggirala around 3500 and 2600, bags were sold and market was steady at 1700-1850 and 1700-1900 respectively. Local demand was reported to be steady. Local traders say that NCDEX warehouse at Erode has opened and the stock deposits have been started.

### FUTURES MARKETS

All the NCDEX futures contracts for Turmeric settled at lower levels after initial gains. For the most active June contract, we witnessed accumulation of short positions amidst fall in volumes and gain in open interest. The contract opened firm at Rs.2254/quintal, due to initial buying support the contract surged, made an intraday high at Rs.2264/quintal, and later on selling pressure pulled the prices down upto Rs.2220/quintal level, finally closed at Rs.2229 down by 0.93% against Saturday's close price. We witnessed liquidation of long positions for May futures contract amidst low volumes and fall in open interest.

### PRICE DRIVERS

#### Bearish:

1. Higher production estimates.
2. No fresh export orders
3. Stockists demand in the physical market.

### WEATHER

Dry weather is likely over Tamil Nadu and Andhra Pradesh region. This kind of weather will not have a major effect as harvest and post harvest activities have already been carried out in these areas.

### TECHNICALS

Long dark candlestick indicates a bear dominated market. Volumes failed to gain previous highs. Stochastic oscillator is neither over bought nor oversold. MACD is in negative territory indicating bearish trend. The contract settled slightly below the long term that is the 26-day EMA. EMA's are indicating a short-term bearish trend in the market. RSI is in neutral zone and moving downwards. We expect the contract to trade weak in next trading session.

Turmeric 0706(NCTMCM7)2007/05/14 - Daily B:2226.00 A:2229.00  
O 2254.00 H 2264.00 L 2220.00 C 2229.00 V 18,630 I 21,050 -21



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX June	2167	2193	2229	2281	2299

### TRADE RECOMMENDATION

We recommend intraday sell for NCDEX June contract at 2235-2229 or at market open price with a target of Rs.2218 and Rs.2209 and then 2192 with a stop loss of Rs.2256.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1850-1900	2000
	Gattah	1750-1800	
Erode	Finger	2050-2100	11000
	Gattah	2000-2050	

## ■ CARDAMOM

■ May 15, 2007

### SPOT MARKETS

Cardamom arrivals at Bodinayakanur auctions were around 10000kg and around 9000kg was sold amidst relatively good demand as compared to Saturday's trading session. Arrivals were traded between Rs.430-435/kg. The Local traders say that as the season is coming to end the arrivals will gradually decrease. The traders said that currently rainfall is not witnessed however, is anticipated in coming days at the growing areas.

### FUTURES MARKETS

The MCX cardamom futures closed marginally up by Re.0.2 at Rs.496/kg against Saturday's close at Rs.495.8/kg after initial surge in prices at Rs.501.9/kg. We witnessed accumulation of long position for June contract; along with gain in open interest, however the change in the close price and open interest as compared to Saturday's settlement is very minute to support our analysis. The volumes gained and supported the price movement. In May contract, we witnessed liquidation of long position amidst gain in volumes.

### PRICE DRIVERS

#### Bearish:

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

#### Bullish:

1. Low Production in India

### WEATHER

IMD predicts early monsoon over Kerala state this year likely by 24th May 2007. This will benefit the crop at the growing areas and the yield of the crop is anticipated to improve.

### TECHNICALS

Candlesticks indicates indecisive trend in the market. Volumes gained significantly and supported the price movements. The contract closed above short term EMAs, indicating a short-term bull trend. MACD is in the negative zone, which is about to make a bullish cross over. RSI is neutral. Stochastic is oversold region. We expect the contract to trade weak.

CARDAMOM 0706(MXCAMM7)2007/05/14 - Daily B:495.10 A:496.80  
O 497.00 H 501.90 L 494.60 C 496.00 V 1,065 T 53,060 I 1,770 +0.2  
EMA(6) 493.50 (14) 498.52 (26) 508.38



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX June	485.8	489.7	496	504.8	507.7

### TRADE RECOMMENDATION

We recommend intraday Sell for the MCX cardamom June contract at Rs.496-496.8 or market open price with a first target of Rs493.2 then Rs.490 with a stop loss of Rs.499.9.

Auction Centre	Prices/Kg (7mm )	Arrivals (Kg )
Bodinayakanur	430-435	10000

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