



■ MENTHA

■ May 28th, 2007

SPOT MARKETS

The spot market prices of Mentha Oil remained unchanged at most of the major of markets on subdued trading activity against restricted arrivals. Exporters and locals demand remained subdued in the market during the Saturday's trade. Arrivals also stood steady at the majority of markets. At Sambhal market arrivals stood at around 30-35 barrels with no arrival reported in Chandausi. Barabanki experienced the arrival of around 10-15 barrels. Prices are likely to ease in coming days after the start of fresh arrivals in the market, which expected in coming days.

FUTURES MARKETS

MCX Mentha oil witnessed lackluster trade with bullish tone. May contract, opened weak with a small gap down at Rs.583.0 against the previous closing price of Rs. 589.2 and traded down initially testing a low of Rs 577.6. However, prices recovered thereafter on increased buying interest and settled at Rs 583.5. May contract traded in the range of Rs 577.6-586.5 with decreasing Open interest and volume.

PRICE DRIVERS

1. Weak demand from locals and exporters
2. Lower arrivals in the market.
3. Expected bumper production this year

WAREHOUSE STOCKS

Exchange	Stock as on 24.05.07
MCX	1,22,315.700 Kg

TECHNICALS:

Charts are showing firmness in market. Long lower shadow indicates good buying support at lower level. MACD and EMA indicate for weakness in market. Stochastic is moving up in neutral region. Market is expected to trade up following a steady to slightly firm opening with possibility of late downward movement.



SUPPORT / RESISTANCES

Contract	S1	S2	PCP	R1	R2
MCX-Mentha Oil-May Contract	582	581	583.5	597	598

TRADE RECOMMENDATION

BUY MCX Mentha Oil May contract above 584 with target of 590, then 594. Put stop loss at 581. Trade cautiously with intraday outlook.

Spot Market Prices

(in Rs/Kg)

Origin/Grade	Centre	26.05.07	25.05.07	Change
Mentha Oil	Sambhal	585	584-85	-
	Chandausi	595	595	-
	Rampur	-	-	-
	Barabanki	568	568	-

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.