

## ■ BLACK PEPPER

■ June 25, 2007

### SPOT MARKETS

Domestic black pepper markets remain firm at the weekend. It was quoted higher by Rs. 100 per quintal in Kochi markets amid no arrivals as well as offtake. Traders are reporting higher export inquiries for Indian pepper as it remains highly competitive in global market after the recent decline in prices. Moreover, spillover strength from futures market is also supporting the firmness in physical markets. Global supply shortage continues to support the long-term firm outlook on pepper with most producing countries estimated to have a reduced crop size. In the month of May this year, pepper export witnessed a sharp rise to 2,200 tonnes, up by over 50 per cent from 1,466 tonnes exported in May 2006.

### FUTURES MARKETS

Black pepper futures at NCDEX opened higher as compared to previous settlement and the most active August contract tested an intraday low of Rs. 15075 at the early hours of trade. Increased buying interest has supported the futures thereafter and the futures traded sharply upwards to test an intraday high of Rs. 15385. The futures finished significantly higher near day's high in final action. Most active August contract traded in the range of Rs. 15075-15385 during Saturday's trade.

### PRICE DRIVERS

#### Bullish:

1. Global demand-supply mismatch
2. India's export up 50% on year at 2200 tonnes in May 2007

#### Bearish:

1. Moderate stocks at exchange warehouses

### WEATHER

Rain/thundershowers are likely at most places over Karnataka and Kerala. It would be beneficial for the growth of newly planted as well as old vines.

### TECHNICALS

Candlesticks pattern indicates firm opening and initial uptrend. 14-day RSI is neutral and rising, leaving scope for further uptrend. MACD is moving upwards in negative territory, supporting the firmness in the market. Prices closed above the 9-day as well as 18-day EMA, indicating that the short-term as well as intermediate-term trend is bullish. Volume has declined, while open interest has increased as compared to previous settlement. Black pepper futures are likely to trade upwards following a firm opening with possibility of some downward movements later in the session.

Pepper 0708(NCPEPQ7)2007/06/23 - Daily B:15370.00 A:15374.00  
O 15120.00 H 15379.00 L 15076.00 C 15361.00 V 13,715 I 13,658 +276



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	14820	15090	15361	15651	15898

### TRADE RECOMMENDATION

Buy NCDEX August Pepper at Rs. 15275-15300 with a target at Rs. 15400 and then Rs. 15475 with a strict stop loss at Rs. 15175. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14400	-
	Ungarbled	13800	

### SPOT MARKETS

Domestic jeera markets remain on an average steady at the weekend. It was offered in previous price range in Unjha markets amid lower arrivals and steady offtake. Traders are expecting further decline in arrivals that may result into some firmness in prices. Quality concerns of stocks with commodity exchanges has resulted into decline in its futures prices, and consequently dampening the physical market sentiments. Estimated decline in production in Syria and Turkey has resulted in firmness in global jeera prices. Long-term outlook on jeera remains firm on domestic as well as global supply shortage.

### FUTURES MARKETS

Jeera futures at NCDEX opened lower as compared to previous settlement and most active August contract tested an intraday high of Rs. 12575 at the early hours of trade. The futures traded downwards thereafter and tested an intraday low of Rs. 12352. The futures finished with significant losses in final action. Most active August contract traded in the range of Rs. 12352-12575 during Saturday's trade.

### PRICE DRIVERS

#### Bullish:

1. Lower domestic production
2. Reports of decline in production in Syria, Turkey

#### Bearish:

1. Lack of buying support in markets
2. Quality concerns of stocks at commodity exchange warehouses

### WEATHER

Rain/thundershowers are likely at most places over Gujarat and at few places over south Rajasthan. Isolated rains are likely over north Rajasthan. Weather is not crucial at present as the harvesting season is over.

### TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. Prices closed below the 9-day as well as 18-day EMA, indicating that the trend remains bearish. MACD is moving downwards in the negative territory, supporting the weakness. 14-day RSI is neutral and moving downwards, leaving scope for further downtrend. 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 0708(NCJEEQ7)2007/06/23 - Daily B:12391.00 A:12407.00  
O 12515.00 H 12575.00 L 12355.00 C 12395.00 V 11,061 I 13,098 -123  
EMA(9) 12863 (18) 13023



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	12055	12214	12395	12565	12701

### TRADE RECOMMENDATION

Sell NCDEX August Jeera at Rs. 12450-12475 with a target of Rs. 12350 and then Rs. 12325 with a strict stop loss of Rs. 12550. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2420-2500	
	Ganesh	2520-2600	2500
	Machine Cleaned	2720-2800	

### SPOT MARKETS

Domestic red chillies markets at Guntur remained closed on Saturday. Traders are reporting good overseas demand from Sri Lanka, Bangladesh and Malaysia. Sowing in Andhra Pradesh has been started at some pockets. However, sowing activity would gather momentum in the coming month. Longer-term fundamentals of chillies remain bearish if considered the significant rise in production this year. Prices are likely to remain mostly rangebound in the days ahead.

### FUTURES MARKETS

Red chillies futures at NCDEX opened firm as compared to previous settlement and most active July contract tested an intraday high of Rs. 4670 at the opening session of trade. Increased selling interest has pressurised the futures thereafter and the futures traded downwards to test an intraday low of Rs. 4556. The futures finished significantly lower in final action. Most active July contract traded in the range of Rs. 4556-4670 during Saturday's trade.

### PRICE DRIVERS

#### Bullish:

1. Moderate demand in the market
2. Export up 132 percent to 40,000 tonnes in April-May 2007

#### Bearish:

1. Domestic production is estimated higher by 20 percent

### WEATHER

Rain/thundershowers are likely at most places over Karnataka, Kerala and at many places over Andhra Pradesh and at a few places over the rest region. Weather is not a crucial factor at present.

### TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. Prices closed below the 9-day as well as 18-day EMA, indicating a bearish trend in the market. MACD is moving indecisively in negative territory. 14-day RSI is neutral and moving downwards, leaving scope for further downtrend. 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 of some upward movements early in the session.

CHLL334GTR 0707(NCGTRN7)2007/06/23 - Daily B:4580.00 A:4585.00  
O 4670.00 H 4670.00 L 4556.00 C 4584.00 V 4,565 I 7,910 -57  
EMA(9) 4673.3 (18) 4730.8



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	4400	4489	4584	4715	4800

### TRADE RECOMMENDATION

Sell NCDEX July Chilli near Rs. 4600 with a target of Rs. 4560 and then Rs. 4540 with a strict stop loss of Rs. 4630. Trade cautiously with intraday outlook.

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



## TURMERIC

June 25, 2007

### SPOT MARKETS

Domestic turmeric markets witnessed a stable sentiment during Saturday's trade. It was offered in previous price range in Nizamabad markets amid higher arrivals as well as offtake. Erode markets remained closed. Turmeric prices are unlikely to witness any significant movement in short-term amid lack of any fresh developments in its fundamental aspects. The prices are likely to remain mostly rangebound in the coming days.

### FUTURES MARKETS

Turmeric futures at NCDEX opened marginally higher than previous settlement and most active July contract tested an intraday high of Rs. 2161 at the opening session of trade. The futures traded downwards thereafter for the rest of the session and tested an intraday low of Rs. 2137. The futures finished in negative territory in final action. Most active July contract traded in the range of Rs. 2137-2161 during Saturday's trade.

### PRICE DRIVERS

#### Bearish:

1. Higher production estimates for the season
2. Weak domestic as well as overseas demand

#### Bullish

3. Acreage under turmeric likely to fall in the next season

### WEATHER

Rain/thundershowers are likely at most places over Karnataka, Kerala and at many places over Andhra Pradesh and at a few places over the rest region. Rainfall over Karnataka and Maharashtra would benefit the crop at its growing stage.

### TECHNICALS

Candlesticks pattern indicates steady to firm opening and initial downtrend. Prices closed below the 9-day as well as 18-day EMA, indicating that the trend remains bearish for short-term as well as intermediate-term. MACD is moving indecisively in negative territory. 14-day RSI is in neutral region and moving upwards, hinting further uptrend. Volume as well as open interest has declined. Turmeric futures are likely to trade downwards following a steady to weak opening with possibility of some upward movement early in the session.

Turmeric 0707(NCTMCN7)2007/06/23 - Daily B:2142.00 A:2144.00  
O 2157.00 H 2161.00 L 2137.00 C 2145.00 V 6,450 I 22,970 -10  
EMA(9) 2153.0 (18) 2167.0



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	2116	2127	2145	2160	2172

### TRADE RECOMMENDATION

Sell NCDEX July Turmeric at Rs. 2150 with a target of Rs. 2140 and then Rs. 2130 with a strict stop loss of Rs. 2158. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1900-1925	1500
	Gattah	1800-1825	
Erode	Finger	Closed	-
	Gattah	Closed	



## ■ CARDAMOM

■ June 25, 2007

### SPOT MARKETS

Cardamom daily auction remained suspended till the arrival of the next crop. Harvesting is likely to start during late July to early August, which would depend greatly upon the performance of southwest monsoon. Rainfall over the cardamom growing regions was not satisfactory until now. Severe heat has affected cardamom plants in nearly 10,000 hectares and needs replanting, according to the Secretary of Cardamom Growers association.

### FUTURES MARKETS

Cardamom futures at MCX opened lower than previous settlement and most active July contract tested an intraday low of Rs. 472.5 at the early hours of trade. The futures recovered back to test an intraday high of Rs. 476.3, only to retreat again. The futures finished with losses in final action. Most active July contract traded in the range of Rs. 472.5-476.3 during Saturday's trade.

### PRICE DRIVERS

#### Bearish:

1. Rainfall likely over growing region

#### Bullish:

1. Domestic production estimated lower
2. Nearly 30-40 per cent of cardamom plants dried and dead

### WEATHER

Rain/thundershowers are likely at most places over Karnataka, Kerala and at many places over Andhra Pradesh and at a few places over the rest region. This would be beneficial for the crop.

### TECHNICALS

Candlestick pattern indicates steady to weak opening and initial downtrend. Prices closed below the 9-day as well as 18-day EMA, indicating a bearish trend in the market. 14-day RSI is neutral, hinting both way movements. MACD remains indecisive in negative territory. Volume as well as open interest has increased. Cardamom futures are likely to trade moderately downwards following a steady to weak opening initially and upwards thereafter.

CARDAMOM 0707(MXCAMN7)2007/06/23 - Daily B:474.50 A:474.70  
O 475.50 H 476.30 L 472.50 C 474.40 V 240 T 191 I 1,178 -1.7

EMA(9) 478.76 (18) 482.58



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX July	467.8	471.6	474.4	480.5	483.4

### TRADE RECOMMENDATION

Buy MCX July Cardamom near Rs. 473 with a target of Rs. 475 and then Rs. 476.5 with a strict stop loss of Rs. 471.7. Trade cautiously with intraday outlook.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Pulianmalai

Closed

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