

■ BLACK PEPPER

■ June 30, 2007

SPOT MARKETS

Domestic black pepper markets remain on an average quiet during Friday's trade. It was quoted unchanged in Kochi markets amid arrivals as well as offtake of 11 MT. The physical markets continue to remain underpinned by increased export inquiries for Indian pepper as well as firmness in pepper futures prices. Recent export figures suggest an increase in US demand for Indian pepper as compared to other sources like Vietnam and Brazil. Indian pepper continues to remain highly competitive in global market. Long term outlook on pepper remains firm with estimated decline in global supply.

FUTURES MARKETS

Black pepper futures at NCDEX opened higher as compared to previous settlement and the most active August contract traded upwards thereafter to test an intraday high of Rs. 15920. Profit taking capped further advances and the futures traded sharply downwards to test an intraday low of Rs. 15610 during late hours of trading. The futures finished in negative territory in final action. Most active August contract traded in the range of Rs. 15610-15920 during Friday's trade.

PRICE DRIVERS

Bullish:

1. Global demand-supply mismatch
2. India's export up 50% on year at 2,200 tonnes in May 2007
3. Increased US demand for Indian pepper

Bearish:

1. Moderate stocks at exchange warehouses
2. Profit taking at higher price levels

WEATHER

Rain/thundershowers are likely at many places over rest region outside Tamil Nadu where it may be at a few places. It would be beneficial for the growth of newly planted as well as old vines.

TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. 14-day RSI is neutral, leaving scope for both way movements. MACD is about to make a bullish crossover in positive 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 remains bullish. Volume as well as open interest has declined as compared to previous settlement. Black pepper futures are likely to trade moderately downwards initially following a steady to weak opening and upwards thereafter.

Pepper 0708(NCPEPQ7)2007/06/29 - Daily B:15635.00 A:15640.00
O 15749.00 H 15920.00 L 15613.00 C 15641.00 V 19,712 I 14,531 -100
EMA(9) 15337 (18) 15108



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	15208	15412	15641	16022	16200

TRADE RECOMMENDATION

Buy NCDEX August Pepper at Rs. 15550-15575 with a target at Rs. 15700 and then Rs. 15750 with a strict stop loss at Rs. 15450. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14800	11
	Ungarbled	14200	

CUMIN

June 30, 2007

SPOT MARKETS

Domestic jeera markets witnessed a stable sentiment during Friday's trade. It was offered in an unchanged price range in Unjha markets owing to reduced offtake amid steady arrivals. Increased export inquiries have provided the underlying support for the market. Traders are reporting higher demand from Singapore at present. Traders are expecting further decline in arrivals that may result into some firmness in prices. Estimated decline in production in Syria and Turkey has resulted in firmness in global jeera prices. Long-term outlook on jeera continues to remain 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 low of Rs. 12886 at the early hours of trade. The futures traded upwards thereafter to test an intraday high of Rs. 13150 only to retreat again after failing to breach Thursday's high. The futures finished with some losses in final action. Most active August contract traded in the range of Rs. 12886-13150 during Friday'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

WEATHER

Rain/thundershowers are likely at a few places over East Rajasthan and Gujarat state during next 48 hours and increase thereafter. Isolated rain/thundershowers are likely over West Rajasthan. Weather is not crucial at present as the harvesting season is over.

TECHNICALS

Candlesticks pattern indicates steady to weak opening and indecision in the market. Prices closed above the 9-day EMA, indicating that the short-term trend is firm. However, the close below the 18-day EMA is bearish for the market. MACD is moving indecisively in negative territory. 14-day RSI is neutral and leaving scope for both way movements. Volume as well as open interest has declined as compared to previous settlement. Jeera futures are likely to trade moderately downwards following a steady to weak opening initially and upwards thereafter.

JEERA 0708(NCJEEQ7)2007/06/29 - Daily B:13000.00 A:13009.00
O 12982.00 H 13150.00 L 12887.00 C 13000.00 V 19,434 I 13,872 +10
EMA(9) 12967 (18) 13021



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	12701	12814	13000	13199	13324

TRADE RECOMMENDATION

Buy NCDEX August Jeera near Rs. 12900-12950 with a target of Rs. 13075 and then Rs. 13100 with a strict stop loss of Rs. 12820. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2460-2540	3000
	Ganesh	2560-2640	
	Machine Cleaned	2760-2840	

CHILLI

June 30, 2007

SPOT MARKETS

Chilli spot price quotes remained unchanged today as that of Thursday's prices. The arrivals and offtake at Guntur were more or less similar. Traders are reporting weak overseas demand from Sri Lanka, Bangladesh and Malaysia. There are stocks to the tune of 7-8.5 million bags of 40-45 kg each in the cold storages of Andhra Pradesh. 18,000 tonnes of chillies valued at Rs 97.20 crore were exported in May, while about 22,000 tonnes worth Rs 126.5 crore were shipped out of India in April. Global supply of chillies is less this year as output is hit in both India and China as per spice board official.

FUTURES MARKETS

Red chillies futures at NCDEX opened weak at Rs.4388. The contract after initial firmness at Rs.4419 made an intraday fresh low at Rs.4305 on selling pressure. The open interest fell down slightly and the volumes gained significantly as compared to previous trading session. The change in close price and open interest is indicating long liquidation. The contract however closed at Rs.4334 slightly down by 0.23% as compared to previous close price.

PRICE DRIVERS

Bullish:

1. Moderate demand in the market
2. Export up to 132 percent to 40000 tonnes in April-May 2007

Bearish:

1. Domestic production is estimated higher by 20 percent

WEATHER

Rain/thundershowers are likely at most places over the region outside south Tamil Nadu where it is likely at many places. Weather is not a crucial factor at present.

TECHNICALS

Candlestick is indicating weak opening and initial uptrend amidst good volumes. The volumes gained slightly and supported the price movement. Prices closed below the 9-day EMA, indicating short-term weak trend in the market leaving scope for further fall in prices. MACD is moving indecisively in negative territory. 14-day RSI is bearish. Red chillies futures are likely to trade weak in next trading session with a small spurt in the prices during the mid trading session. However a positive correction is likely very soon.

CHLL334GTR 0707(NCGTRN7)2007/06/29 - Daily B:4336.00 A:4342.00
O 4338.00 H 4419.00 L 4305.00 C 4334.00 V 5,51,017,530 -21
EMA(9) 4482.9 (18) 4590.1



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	4101	4216	4334	4485	4560

TRADE RECOMMENDATION

Sell NCDEX July Chilli at Rs. 4334-4350 with a target of Rs. 4275 and then Rs. 4245 with a strict stop loss of Rs. 4395. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	4000-4500	50000

TURMERIC

June 30, 2007

SPOT MARKETS

Turmeric prices at the auctions were quoted steady to slightly firm by Rs.25 as compared to Thursday's trade. The prices at the Erode auctions for gattah were slightly firm amidst steady daily arrivals and offtake. It was offered firmness of around Rs.30 per quintal in Nizamabad market amid slightly low arrivals as well as offtake. Currently there is no fresh development in the fundamental aspect and we expect the price to be range bound and slightly firm.

FUTURES MARKETS

Turmeric futures at NCDEX opened a Re. up at Rs.2167. The contract after an initial low at Rs.2165 made an intraday high at Rs.2202 on buying coming in. The change in the close price and open interest is indicating liquidation of short position. The volumes gained significantly and supported the price movement. The contract then closed at Rs.2190 up by 0.88% as compared to previous close price.

PRICE DRIVERS

Bearish:

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

Bullish

3. Low Acreage is likely due to fall in prices last year

WEATHER

Rain/thundershowers are likely at most places over the region outside south Tamil Nadu where it is likely at many places. Rainfall over Karnataka and Maharashtra would benefit the crop at its growing stage.

TECHNICALS

Candlesticks pattern indicated active bulls in the market. The volumes gained significantly and supported the price movement. Prices closed above the 9-day EMA, indicating that the trend favours the bulls for short-term. MACD is moving indecisively in negative territory. 14-day RSI is in neutral region and moving upwards. Turmeric futures are likely to trade firm and we can expect slight dip in prices.

Turmeric 0707(NCTMCN7)2007/06/29 - Daily B:2189.00 A:2194.00
O 2167.00 H 2202.00 L 2165.00 C 2190.00 V 16,920 I 19,560 +24



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	2140	2150	2190	2223	2230

TRADE RECOMMENDATION

Buy NCDEX July Turmeric at Rs. 2187-2190 or at the market open price with a target of Rs. 2201 and then Rs. 2211 with a strict stop loss of Rs. 2180. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1950-1980	1000
	Gattah	1820-1850	
Erode	Finger	2050-2100	4000
	Gattah	1950-2025	



■ CARDAMOM

■ June 30, 2007

SPOT MARKETS

Cardamom auction is likely to resume from 1st week of July onwards. Local member of the auction said that due to heavy wind the cardamom tree has witnessed withering of the capsules. The vagaries of the weather would bring down the production next season, besides delaying the harvesting, which might take place only by late August. Adding to this he also said that the roots of the plants are likely to get damaged.

FUTURES MARKETS

Cardamom July futures at MCX opened slightly weak at Rs.484. The contract thereafter surged up to Rs.490.1 on buying support. The volumes gained significantly and supported the price movement. The change in close price and open interest is indicating liquidation of short positions. The contract then closed at Rs.487 up by 0.58% as compared to previous close price.

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 the region outside south Tamil Nadu where it is likely at many places. This would be beneficial for the crop.

TECHNICALS

Candle sticks are indicating active bulls amidst gain in volumes as compared to previous trading session. Prices closed above the 9-day as well as 18-day EMA, indicating that the trend favours the bulls for the short term. MACD is indecisive in negative territory. 14-day RSI is moving upwards, leaving scope for further up trend in the prices. Cardamom futures are likely to trade firm in the next trading session with a slight dip in the prices during the mid trading session.



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX July	472	478	487	493.8	497

TRADE RECOMMENDATION

Buy MCX July Cardamom near Rs. 486.7-487 with a target of Rs. 492.6 with a strict stop loss of Rs. 482.7 Trade cautiously with intraday outlook.

Auction Centre

Prices/Kg (7mm)

Arrivals (Kg)

Vandanmedu

Closed

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