

## ■ BLACK PEPPER

■ June 23, 2007

### SPOT MARKETS

Domestic black pepper markets extended previous advances further during Friday's trade. It was quoted higher by Rs. 200 per quintal in Kochi markets amid no arrivals as well as offtake. Increased export inquiries for Indian pepper and firm futures prices have underpinned the bullish trend in pepper prices. Indian pepper remains highly competitive in global market after the recent decline in prices. 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. 14812 during late hours of trading. The futures retraced back immediately on increased buying interest and tested an intraday high of Rs. 15120. The futures finished with significant gains. Most active August contract traded in the range of Rs. 14812-15120 during Friday'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 the region outside south Tamil Nadu where it is likely at many places till Saturday and decrease thereafter. It would be beneficial for the growth of newly planted as well as old vines.

### TECHNICALS

Candlesticks pattern indicates steady to firm opening and initial uptrend. Rising 14-day RSI in neutral region is hinting 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 as well as open interest has increased as compared to previous settlement. Black pepper futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements later in the session.



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	14640	14800	15085	15404	15550

### TRADE RECOMMENDATION

Buy NCDEX August Pepper at Rs. 14975-15000 with a target at Rs. 15150 and then Rs. 15200 with a strict stop loss at Rs. 14825. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14300	-
	Ungarbled	13700	

## CUMIN

June 23, 2007

### SPOT MARKETS

Domestic jeera markets witnessed some weakness during Friday's trade. It was quoted lower in Unjha markets amid reduced arrivals as well as offtake. Any further decline in arrivals would 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 remains firm on domestic as well as global supply shortage and increased overseas demand for Indian jeera.

### FUTURES MARKETS

Jeera futures at NCDEX opened higher as compared to previous settlement and most active August contract tested an intraday high of Rs. 12950 at the opening session of trade. The futures traded sharply downwards thereafter and tested an intraday low of Rs. 12411 during late hours of trading. The futures finished significantly lower in final action. Most active August contract traded in the range of Rs. 12411-12950 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
2. Reduced near-month open position limit for Jeera futures

### WEATHER

Rain/thundershowers are likely at many places over Gujarat and at a few places over south Rajasthan during next 24 hours and increase thereafter. Isolated rain/thundershowers 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 indecisively in the negative territory. 14-day RSI is neutral and moving downwards, 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 steady to weak opening with possibility of some upward movements later in the session.



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	12055	12259	12518	12803	13000

### TRADE RECOMMENDATION

Sell NCDEX August Jeera at Rs. 12550-12600 with a target of Rs. 12450 and then Rs. 12400 with a strict stop loss of Rs. 12700. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2420-2500	3300
	Ganesh	2520-2600	
	Machine Cleaned	2720-2800	

### SPOT MARKETS

Domestic red chillies markets remain stable during Friday's trade. It was quoted unchanged in Guntur markets amid higher arrivals as well as offtake. 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 at Rs.4730. The contract after initial firmness up to Rs.4745 tested intraday low at Rs.4625. The change in the close and open interest is indicating long liquidation. The volumes gained and supported the price movement. The contract then closed at Rs.4641 down by 1.54 % as compared to previous close price.

### PRICE DRIVERS

#### Bullish:

1. Moderate demand in the market
2. Export up 31 percent in last fiscal year

#### 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

Candlesticks pattern indicated active bears in the market amidst very good volumes. Prices closed below the 9-day EMA, indicating short-term weak trend in the market. MACD is moving indecisively in negative territory. 14-day RSI is neutral and moving downwards, leaving scope for further downtrend. Red chillies futures are likely to trade weak in next trading session with a small spurt in the prices during the mid trading session.

CHLL334GTR 0707(NCGTRN7)2007/06/22 - Daily B:4641.00 A:4660.00  
O 4730.00 H 4745.00 L 4625.00 C 4641.00 V 5,620 I 7,735 -79

EMA(9) 4695.7 (18) 4748.3



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	4501	4575	4641	4758	4786

### TRADE RECOMMENDATION

Sell NCDEX July Chilli at Rs. 4640-4665 with a target of Rs. 4601 and then Rs. 4585 with a strict stop loss of Rs. 4695. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	4000-4600	45000



## TURMERIC

June 23, 2007

### SPOT MARKETS

Domestic turmeric spot prices maintain previous steadiness during Friday's trade. It was offered in an unchanged price range in Nizamabad market amid reduced arrivals as well as offtake. Prices remained steady in Erode markets despite higher arrivals as well as offtake. 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 steady at these levels.

### FUTURES MARKETS

Turmeric futures at NCDEX opened a Re. up at Rs.2146. The contract surged up to Rs.2169 on buying coming in. The change in the close and open interest is suggesting liquidation of short position. The open interest slipped to some extent. Volumes gained marginally. The contract then closed at Rs.2155 up by 0.51 % as compared to previous close price.

### PRICE DRIVERS

#### Bearish:

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

#### Bullish

3. Short covering at lower price levels

### 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 steady to firm opening and initial uptrend. 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 leaving scope for further uptrend. Turmeric futures are likely to trade firm and we can witness fresh buying coming in.

Turmeric 0707(NCTMCN7)2007/06/22 - Daily B:2153.00 A:2157.00  
O 2146.00 H 2169.00 L 2146.00 C 2155.00 V 10,070 122,980 +10



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	2130	2136	2155	2176	2180

### TRADE RECOMMENDATION

Buy NCDEX July Turmeric at Rs. 2155 or at the market open price with a target of Rs. 2163 and then Rs. 2170 with a strict stop loss of Rs. 2146. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1900-1925	1000
	Gattah	1800-1825	
Erode	Finger	2050-2100	6000
	Gattah	1950-1975	



## ■ CARDAMOM

■ June 23, 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 higher than previous settlement and most active July contract after a slight initial high at Rs.480.9 tested an intraday low at Rs.474.2 on selling activity coming in. the open interest gained slightly amidst fall in volumes. The contract then closed at Rs.476 down by 0.63 % 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

Candlestick pattern indicated active bears in the market amidst very low volumes. Prices closed below the 9-day as well as 18-day EMA, indicating that the trend remains bearish. MACD is indecisive in negative territory. 14-day RSI is moving downwards in neutral region, leaving scope for further downtrend. Cardamom futures are likely to trade weak in the next trading session.

CARDAMOM 0707(MXCAMN7)2007/06/22 - Daily B:475.20 A:476.00  
O 480.40 H 480.90 L 474.20 C 475.50 V 199 T 9,482 I 1,102 -3.5  
EMA(9) 479.73 (14) 481.55



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX July	468.2	470.1	475.5	484.5	489

### TRADE RECOMMENDATION

Sell MCX July Cardamom near Rs. 475-476 with a target of Rs. 471 with a strict stop loss of Rs. 479.2. Trade cautiously with intraday outlook.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Vandanmedu

Closed

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