

■ BLACK PEPPER

■ June 19, 2007

SPOT MARKETS

Domestic black pepper markets firmed up at the start of this week. It was quoted higher by Rs. 200 per quintal in Kochi markets amid no arrivals as well as offtake. Improved buying support at the lower price level has supported the market sentiments. Moreover, sharp gains at pepper futures market have also provided some element of firmness to the market. Global supply shortage continues to support the market sentiments. Traders are reporting some export inquiries for Indian pepper as it remains competitive in global market after the recent decline in prices.

FUTURES MARKETS

Black pepper futures at NCDEX opened higher as compared to previous settlement and the most active July contract tested an intraday low of Rs. 13700 at the early hours of trade. Increased buying interest has supported the futures thereafter and the futures surge up to test an intraday high of Rs. 14249. The futures finished with significant gains in final action. Most active July contract traded in the range of Rs. 13700-14249 during Monday's trade.

PRICE DRIVERS

Bullish:

1. Global demand-supply mismatch
2. India's export up 1.6% at 1600 tonnes in April 2007

Bearish:

1. Higher stocks at exchange warehouses
2. Weak domestic and export demand

WEATHER

Rain/thundershowers are likely at most places over Coastal Karnataka, Kerala and at a few places over the rest region. 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 trending higher, leaving scope for further uptrend. MACD is moving indecisively in negative territory. Prices closed above the 9-day EMA, indicating that the short-term trend is turning positive again. However, the close below 18-day day EMA is somewhat bearish for the market. Volume has increased, while open interest has declined 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 0707(NCPEPN7)2007/06/18 - Daily B:14140.00 A:14149.00
O 13737.00 H 14249.00 L 13700.00 C 14149.00 V 14,520 I 9,331 +447
EMA(9) 14023 (18) 14251



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	13525	13786	14149	14646	14882

TRADE RECOMMENDATION

Buy NCDEX July Pepper at Rs. 14050-14100 with a target at Rs. 14225 and then Rs. 14300 with a strict stop loss at Rs. 13925. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14000	-
	Ungarbled	13400	

SPOT MARKETS

Domestic jeera markets witnessed a stable trend during Monday's trade. It was offered in previous price range amid slightly higher arrivals and steady offtake. Traders are expecting arrivals to decline further in the coming few days that may result into some firmness in prices. Market continues to remain supported by its strong fundamentals. Long-term outlook on jeera remains firm on domestic as well as global supply shortage this year and increased overseas demand thereof for Indian jeera.

FUTURES MARKETS

Jeera futures at NCDEX opened lower as compared to previous settlement and most active July contract tested an intraday low of Rs. 12833 at the early hours of trade. The futures traded upwards thereafter on increased buying support and tested an intraday high of Rs. 13290. The futures finished higher after paring some of the gains in final action. Most active July contract traded in the range of Rs. 12833-13290 during Monday'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 a few places over Gujarat region and East Rajasthan and isolated over rest region. Weather is not crucial at present as the harvesting season is over.

TECHNICALS

Candlesticks pattern indicates 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. MACD is moving indecisively in the positive territory. 14-day RSI is neutral, leaving scope for both way movements. Volume has increased, while open interest has declined as compared to previous settlement. Jeera futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements early in the session.

JEERA 0707(NCJEEN7)2007/06/18 - Daily B:13075.10 A:13099.00
O 12970.00 H 13290.00 L 12833.00 C 13087.50 V 18,036 I 7,746 +104.2
EMA(9) 13155 (18) 13119



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	12595	12803	13087.5	13521	13711

TRADE RECOMMENDATION

Buy NCDEX July Jeera at Rs. 12950-13000 with a target of Rs. 13150 and then Rs. 13200 with a strict stop loss of Rs. 12825. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2400-2480	3500
	Ganesh	2500-2580	
	Machine Cleaned	2700-2780	

SPOT MARKETS

Domestic red chillies prices firmed up by Rs. 100 per quintal at Guntur markets for both cold storage and loose variety. Traders reported improvement in current demand situation as entire quantum of arrival was sold. Trade sources estimated stock of around 50 lakh bags at cold storages in Guntur. Moreover, overseas demand is also reportedly good at present. 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.

FUTURES MARKETS

Red chillies futures at NCDEX opened higher than previous settlement and most active July contract tested an intraday low of Rs. 4667 at the early hours of trade. The futures traded upwards thereafter on increased buying interest at the lower price levels and tested an intraday high of Rs. 4745 during mid-session. The futures finished in positive territory with 1.4 per cent gain over its previous settlement. Most active July contract traded in the range of Rs. 4667-4745 during Monday's trade.

PRICE DRIVERS

Bullish:

1. Improved 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 Coastal Karnataka, Kerala and at a few places over the rest region. Weather is not a crucial factor at present.

TECHNICALS

Candlesticks pattern indicated steady to firm opening and initial uptrend. Prices closed below the 9-day as well as 18-day EMA, an indication that the short term as well as intermediate term trend is bearish. MACD is moving indecisively in negative territory. 14-day RSI is moving upwards in neutral region, hinting further uptrend. Volume has increased, while open interest has declined as compared to previous settlement. Red chillies futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements early in the session.

CHLL334GTR 0707(NCGTRN7)2007/06/18 - Daily B:4708.00 A:4717.00
O 4685.00 H 4745.00 L 4667.00 C 4710.00 V 5,270 I 8,175 +70
EMA(9) 4719.8 (18) 4786.5



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	4580	4654	4710	4800	4871

TRADE RECOMMENDATION

Buy NCDEX July Chilli at Rs. 4690-4700 with a target of Rs. 4720 and then Rs. 4740 with a strict stop loss of Rs. 4665. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 Loose	4000-4600	30000
	Cold Storage	4000-4600	20000

TURMERIC

June 19, 2007

SPOT MARKETS

Domestic turmeric prices remained on an average steady during Monday's trade. It was offered in a marginally changed price range at Nizamabad owing to higher arrivals as well as offtake. At Erode, prices were unchanged owing to reduced arrivals as well as offtake. Price remained steady at Sangli as well as Duggirala and Warangal with arrivals at around 588, 3200 and 5000 bags respectively. Daily auctions at Sangli would be carried out twice a week on Mondays and Thursdays from now onwards. Demand, both domestic as well as overseas continues to remain lacklustre.

FUTURES MARKETS

Turmeric futures at NCDEX opened marginally higher than previous settlement and most active July contract tested an intraday low of Rs. 2142 at the opening session of trade. The futures traded upwards for the rest of the session and tested an intraday high of Rs. 2164 during late hours of trading. The futures finished with some gains in final action. Most active July contract traded in the range of Rs. 2142-2164 during Monday's trade.

PRICE DRIVERS

Bearish:

1. Higher production this year
2. Weak domestic demands

Bullish

3. Short covering at lower price levels

WEATHER

Rain/thundershowers are likely at most places over Coastal Karnataka, Kerala 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 indicated steady to firm opening and initial uptrend in the market. 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 about to make a bearish crossover in negative territory. Rising 14-day RSI in neutral regions is leaving scope for further uptrend. Increase in volume and open interest along with price is strengthening the firmness in the market. Turmeric futures are likely to trade upwards following a steady to firm opening with possibility of downward movements later in the session.

Turmeric 0707(NCTMCN7)2007/06/18 - Daily B:2156.00 A:2158.00
O 2147.00 H 2164.00 L 2143.00 C 2156.00 V 14,160 I 24,220 +9
EMA(9) 2165.6 (18) 2182.2



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	2124	2137	2156	2177	2189

TRADE RECOMMENDATION

Buy NCDEX July Turmeric at Rs. 2145-2150 with a target of Rs. 2161 and then Rs. 2165 with a strict stop loss of Rs. 2138. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1875-1925	2000
	Gattah	1800-1825	
Erode	Finger	2025-2075	5500
	Gattah	2000-2050	



■ CARDAMOM

■ June 19, 2007

SPOT MARKETS

Cardamom daily auction remained closed. Rainfall so-far over the cardamom growing regions was scanty, reported a local trader at Vandanmedu. Severe heat has affected cardamom plants in nearly 10,000 hectares and needs replanting, according to the Secretary of Cardamom Growers association. Cardamom contracts at MCX clocked a turnover of Rs 3.06 crore, volume of 63 tonnes and OI of 185 tonnes on Monday.

FUTURES MARKETS

Cardamom futures at MCX opened higher than previous settlement and most active July contract tested an intraday low of Rs. 484.8 at the opening session of trade. The futures traded upwards thereafter to test an intraday high of Rs. 489.9. The futures finished with significant gains in final action. Most active July contract traded in the range of Rs. 484.8-489.9 during Monday'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 Coastal Karnataka, Kerala and at a few places over the rest region. This would be beneficial for the crop.

TECHNICALS

Candlestick pattern indicated steady to firm opening and initial uptrend. Prices closed above 9-day as well as 18-day EMA, indicating bullish trend in the market. MACD is rising in negative territory, supporting the firmness. 14-day RSI is neutral and leaving scope for further uptrend. Volume as well as open interest has increased along with price, strengthening the firmness in prices. Cardamom futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements later.

CARDAMOM 0707(MXCAMN7)2007/06/18 - Daily B:488.30 A:489.50
O 484.80 H 489.90 L 484.80 C 488.50 V 552 T 21,409 I 1,257 +5
EMA(9) 483.12 (18) 486.78



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX July	478	483	488.5	494	500

TRADE RECOMMENDATION

Buy MCX July Cardamom at Rs. 488 with a target of Rs. 491 and then Rs. 492 with a strict stop loss of Rs. 486. Trade cautiously with intraday outlook.

Auction Centre

Prices/Kg (7mm)

Arrivals (Kg)

Bodinayakanur

Closed

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