

## ■ BLACK PEPPER

■ June 14, 2007

### SPOT MARKETS

Domestic black pepper markets extended previous weakness further. It was quoted lower by Rs. 200 per quintal in Kochi markets amid no arrivals as well as offtake. News that Forward Market Commission is not reassessing the decision on near month position limit on jeera and pepper futures immediately has resulted into a sharp decline in pepper futures prices. Malaysian Pepper Board has recently predicted that the pepper prices might surge further, but would move in a narrow range. Black pepper prices in Malaysia rose by around 12 per cent during the first quarter of 2007. Long term outlook for the pepper remains firm, though some rangebound trade is likely in the days ahead as demand, both domestic as well as overseas remains subdued.

### FUTURES MARKETS

Black pepper futures at NCDEX opened lower as compared to previous settlement and the most active July contract tested an intraday high of Rs. 14154 at the opening session of trade. The futures hit the 4 per cent lower circuit level to test an intraday low of Rs. 13577 during late hours of trading and finished with significant losses in final action. Most active July contract traded in the range of Rs. 13577-14154 during Wednesday'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 Kerala, Coastal Karnataka; at many places over interior Karnataka. It would be beneficial for the newly planted as well as old vines.

### TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. 14-day RSI is moving downwards in neutral regions, leaving scope for further downtrend. MACD is moving indecisively in negative territory. Prices closed below the 9-day as well as 18-day EMA, indicating that the trend remains bearish in the market. Volume has increased, while open interest has declined as compared to previous settlement. Black pepper futures are likely to trade downwards following a steady to weak opening with possibility of some late recovery.

Pepper 0707(NCPEPN7)2007/06/13 - Daily B:13675.00 A:13680.00  
O 14130.00 H 14153.00 L 13577.00 C 13671.00 V 15,548 I 10,609 -469  
EMA(9) 14225 (18) 14466



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	13159	13394	13671	14000	14239

### TRADE RECOMMENDATION

Sell NCDEX July Pepper near Rs. 13700-13750 with a target at Rs. 13625 and then Rs. 13550 with a strict stop loss at Rs. 13850. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	13900	-
	Ungarbled	13300	

## CUMIN

June 14, 2007

### SPOT MARKETS

Domestic jeera markets remained bearish during Wednesday's trade. It was quoted lower in Unjha markets owing to reduced arrivals as well as offtake. News that Forward Market Commission is not reassessing the decision on near month position limit on jeera futures immediately has resulted into a sharp decline in jeera futures prices. Spillover weakness from futures market has dampened the physical market sentiments. The 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. However, in short-term prices may remain slightly weak on lack of buying support.

### FUTURES MARKETS

Jeera futures at NCDEX opened higher as compared to previous settlement and most active July contract tested an intraday high of Rs. 13465 at the opening session of trade. The futures traded sharply downwards thereafter to breach the 4 per cent lower circuit level and the July contract tested an intraday low of Rs. 12730. The futures settled with significant losses in final action. Most active July contract traded in the range of Rs. 12730-13465 during Wednesday'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

Isolated rain/thundershowers are likely over Gujarat state. Isolated duststorm/thunderstorm is likely over 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 has turned bearish. MACD has made a bearish crossover in the positive territory. 14-day RSI is moving downwards in neutral region, leaving scope for further downtrend. Volume has increased, while open interest has declined as compared to previous settlement. Jeera futures are likely to trade downwards following a steady to weak opening with possibility of some recovery later in the session.

JEERA 0707(NCJEEN7)2007/06/13 - Daily B:12840.00 A:12855.00  
O 13465.00 H 13465.00 L 12740.00 C 12853.00 V 30,255 I 10,533 -609  
EMA(9) 13255 (18) 13134



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	12273	12500	12853	13124	13332

### TRADE RECOMMENDATION

Sell NCDEX July Jeera near Rs. 12875-12900 with a target of Rs. 12800 and then Rs. 12750 with a strict stop loss of Rs. 12975. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2380-2460	4000
	Ganesh	2480-2560	
	Machine Cleaned	2680-2760	

## CHILLI

June 14, 2007

### SPOT MARKETS

Red Chill spot prices were slightly firm by Rs100 per quintal for uncold type. Chillies fetched better prices on the back of good domestic demand. Export demand was also reported to be good. Out of the total arrivals around 50000 bags were sold. Sowing at Andhra Pradesh has been initiated in small quantity where as the overall sowing is likely to start after a period of one month.

### FUTURES MARKETS

NCDEX Chilli most active July contract settled in a negative territory and tested fresh lows. The contract made a steep fall to Rs.4540 after opening weak at Rs.4641 on selling pressure. The contract made an initial high at Rs.4654 and there after closed at Rs.4592 down by 1.18%. The open interest fell and the volumes surged significantly. The change in close price and open interest is indicating long liquidation.

### PRICE DRIVERS

#### Bullish:

1. Low Physical 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 many places over South Interior Karnataka, Tamil Nadu, Kerala, and Andhra Pradesh. Weather is not a crucial factor at present.

### TECHNICALS

Candlestick is indicating active bears and selling pressure in the market. Volumes gained significantly and supported the price movement. 14-day RSI is in the oversold region and moving downwards leaving scope for positive move in the prices. 18 EMA is indicating short term bearish trend in the market. Stochastic oscillator is also in the oversold zone. MACD is bearish. Red chillies futures are likely to trade weak in next trading session however a technical correction in the positive side is expected very soon.

CHLL334GTR 0707(NCGTRN7)2007/06/13 - Daily B:4588.00 A:4595.00  
O 4641.00 H 4652.00 L 4540.00 C 4592.00 V 7,930 I 8,090 -48  
EMA(9) 4763.8 (18) 4840.5



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	4363	4434	4592	4744	4864

### TRADE RECOMMENDATION

Sell NCDEX July Chilli at Rs. 4592-4600 or market open price with a target of Rs. 4540 and then Rs. 4501 with a strict stop loss of Rs. 4645.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 Loose	2500-4000	40000
	Cold Storage	4000-4500	30000



## TURMERIC

June 14, 2007

### SPOT MARKETS

Turmeric prices at all the major spot markets remained steady to slightly weak amidst lacklustre demand. At Sangli around 2200 bags were arrived from the other centres. At Duggirala and Warangal around 3500 and 5500 bags were sold and the prices were steady as that of yesterday. A local trader said that around 1.10 lakh bags (1 bag = 85 Kg) was stocked at Nanded and further 1 lakh bags are expected. Adding to this sowing is likely to get started by 2nd week of July.

### FUTURES MARKETS

Turmeric most active July futures closed in the red zone after testing fresh lows. The change in close price and open interest is indicating short accumulation amidst significant spurt in the volumes as compared to previous day's settlement. The contract opened at Rs.2201 and after an initial high of Rs.2205 made a steep fall to Rs.2145. The open interest gained as compared to last trading session. The contract then closed at Rs.2159 down by 1.92% as against previous close price.

### PRICE DRIVERS

#### Bearish:

1. Higher production estimates.
2. Weak Domestic demands

#### Bullish

3. Fresh export orders expected.

### WEATHER

Isolated thundershowers and rain over Andhra Pradesh and Tamil Nadu is expected. This kind of weather will not have a major effect as sowing for the next season is not yet started in this area. Rainfall is expected in Karnataka and Maharashtra likely to benefit the crop at its growing stage.

### TECHNICALS

Candlestick is indicating active bears in the market. Volumes gained significantly as compared to previous trading session. Stochastic oscillator is neutral and moving downwards. MACD is in negative region indicating a bearish trend. The contract settled below the long term (18-day EMA). EMA's are indicating a bearish trend. 14-day RSI is neutral and moving downwards. We expect the contract to trade weak with small spurt in the prices during the trading session.

Turmeric 0707(NCTMCN7)2007/06/13 - Daily B:2156.00 A:2159.00  
O 2201.00 H 2205.00 L 2145.00 C 2159.00 V 25,630 I 20,220 -41



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	2073	2095	2159	2227	2249

### TRADE RECOMMENDATION

We recommend intraday sell NCDEX July contract at 2159-2163 or at market open price with a target of Rs.2144 and then 2136 with a stop loss of Rs.2177.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1875-1900	2500
	Gattah	1775-1800	
Erode	Finger	2050-2100	7500
	Gattah	2000-2100	



## ■ CARDAMOM

■ June 14, 2007

### SPOT MARKETS

Cardamom auctions were closed amidst low arrivals as the season for the commodity has ended. Traders say that local demand was reported to be steady where as there was no export inquiries. However due to the prevailing conditions they are anticipating rainfall at the Idduki districts.

### FUTURES MARKETS

The MCX cardamom July contract settled in negative territory on account of selling pressure and witnessed fresh lows since last fortnight. We witnessed creation of fresh short positions amidst significant gain in the volumes. The open interest gained and the contract closed down by 0.99% at Rs.471.9 against previous close price. The contract made an intraday high at Rs.474.80 and there after a fresh low at Rs.469.10 on selling pressure after opening at Rs.474.80.

### PRICE DRIVERS

#### Bearish:

1. Rains in Kerala.

#### Bullish:

1. Low Production in India.
2. Nearly 30-40% of cardamom plants dried and dead.

### WEATHER

Rain and thunder showers are likely over Kerala and Karnataka region of cardamom growing areas during past 48 hours. Due to this, the crop at the growing areas and the yield of the crop would benefit largely.

### TECHNICALS

Candlesticks are indicating active bears in the market. Volumes gained slightly as compared to previous trading session. The contract closed below all the EMA's, indicating a short-term bear trend. MACD is in the negative zone and is currently bearish. 14 day RSI is in oversold region and moving downwards leaving scope for a positive move in the prices. Stochastic is bearish. We expect the contract to trade slightly weak however; a positive move in the prices is expected.

CARDAMOM 0707(MXCAMN7)2007/06/13 - Daily B:471.60 A:472.00  
O 474.80 H 474.80 L 469.10 C 471.90 V 569 T 20,514 I 1,075 -4.7  
EMA(9) 481.18 (14) 485.03



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX July	462	466.2	471.9	485.2	488.5

### TRADE RECOMMENDATION

We recommend intraday Sell for the MCX cardamom July contract at Rs.471.9 - 472.3 or at market open price with a target of Rs.465.3 and stop loss of 475.9

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Kumily

Market Closed

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