

## ■ BLACK PEPPER

■ June 29, 2007

### SPOT MARKETS

Domestic black pepper markets witnessed a firm trend during Thursday's trade. It was quoted higher by Rs. 100 per quintal in Kochi markets amid arrivals as well as offtake of 22 MT. Increased export inquiries for Indian pepper as well as firmness in pepper futures prices are providing the underlying support to the market. 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. Global supply shortage continues to support the long-term firm outlook on pepper with most producing countries estimated to have a reduced crop size.

### FUTURES MARKETS

Black pepper futures at NCDEX opened lower as compared to previous settlement and the most active August contract traded downwards to test an intraday low of Rs. 15245 at the early hours of trade. The futures retraced back on late buying support and tested an intraday high of Rs. 15748 during late hours of trading. The futures finished near day's high in final action. Most active August contract traded in the range of Rs. 15245-15748 during Thursday'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

### 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 firm opening and initial uptrend. 14-day RSI is rising in neutral region, leaving scope for further uptrend. 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 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 firm opening with possibility of some downward movements later in the session.

Pepper 0708(NCPEPQ7)2007/06/28 - Daily B:15741.00 A:15748.00  
O 15451.00 H 15741.00 L 15245.00 C 15741.00 V 20,001 I 14,720 +277  
EMA(9) 15261 (18) 15045



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	15183	15386	15741	16022	16225

### TRADE RECOMMENDATION

Buy NCDEX August Pepper at Rs. 15675-15700 with a target at Rs. 15825 and then Rs. 15875 with a strict stop loss at Rs. 15575. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14800	22
	Ungarbled	14200	

### SPOT MARKETS

Domestic jeera markets remain firm during Thursday's trade. It was offered in a higher price range in Unjha markets as improved offtake has offset higher arrival in the market. 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 remains firm on domestic as well as global supply shortage.

### FUTURES MARKETS

Jeera futures at NCDEX opened marginally lower as compared to previous settlement and most active August contract tested an intraday high of Rs. 13189 at the opening session of trade. The futures slide immediately to test an intraday low of Rs. 12832 at the early hours of trade. The futures traded mostly rangebound thereafter and finished with significant losses in final action. Most active August contract traded in the range of Rs. 12832-13189 during Thursday'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 many places over East Rajasthan. Rain/thundershowers are likely at a few places over Gujarat state. 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 initial downtrend. 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, leaving scope for both way movements. Volume as well as open interest has increased 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)2007/06/28 - Daily B:12983.00 A:12990.00  
O 13150.00 H 13185.00 L 12846.00 C 12990.00 V 21,534 I 13,893 -137  
EMA(9) 12958 (18) 13023



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	12712	12814	12990	13199	13324

### TRADE RECOMMENDATION

Buy NCDEX August Jeera near Rs. 12900 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	

### SPOT MARKETS

Domestic chilli markets remain on an average stable during Thursday's trade. It was offered in an unchanged price range in Guntur markets amid reduced arrivals as well as offtake. Traders are reporting dull overseas demand from Sri Lanka, Bangladesh and Malaysia at present. 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.

### FUTURES MARKETS

Red chillies futures at NCDEX opened lower as compared to previous settlement and most active July contract tested an intraday high of Rs. 4374 at the opening session of trade. The futures traded downwards thereafter to test an intraday low of Rs. 4271 only to recover back again. The futures finished with some losses in final action. Most active July contract traded in the range of Rs. 4271-4374 on Thursday.

### 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 Coastal Andhra Pradesh. Rain/thundershowers are likely at many places over rest region outside Tamil Nadu where it may be at a few places. Weather is not a crucial factor at present.

### TECHNICALS

Candlesticks pattern is indicating steady to firm opening and possibility of trend reversal, though confirmation needed. Prices closed below the 9-day as well as 18-day EMA, indicating that the short-term as well as intermediate-term trend is bearish. MACD is moving indecisively in negative territory. 14-day RSI is oversold and would support any upward reversal, if occurs. Volume as well as open interest has declined as compared to previous settlement. Chilli futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements early in the session.

CHLL334GTR 0707(NCOTRN7)2007/06/28 - Daily B:4350.00 A:4356.00  
O 4350.00 H 4374.00 L 4271.00 C 4355.00 V 3,900 I 7,595 +9  
EMA(9) 4520.1 (18) 4620.2



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	4175	4263	4355	4476	4552

### TRADE RECOMMENDATION

Buy NCDEX July Chilli at Rs. 4325-4335 with a target of Rs. 4375 and then Rs. 4400 with a strict stop loss of Rs. 4280. Trade cautiously with intraday outlook.

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



## TURMERIC

June 29, 2007

### SPOT MARKETS

Domestic turmeric markets remain lacklustre during Thursday's trade. It was offered in an unchanged price range in Nizamabad as well as Erode markets amid mostly steady arrivals as well as offtake. Prices continue to remain within a narrow range owing to lack of any fresh developments in its fundamental aspects. Moreover, turmeric futures market remains rangebound as well. Domestic turmeric prices are likely to remain on an average rangebound in the coming days.

### FUTURES MARKETS

Turmeric futures at NCDEX opened marginally lower as compared to previous settlement and most active July contract tested an intraday low of Rs. 2156 at the early hours of trade. The futures traded upwards thereafter on some buying support and tested an intraday high of Rs. 2173 during late hours of trading. The futures finished near unchanged level in final action. Most active July contract traded in the range of Rs. 2156-2173 during Thursday's trade.

### 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 Coastal Andhra Pradesh. Rain/thundershowers are likely at many places over rest region outside Tamil Nadu where it may be at a few places. Rainfall over Karnataka and Maharashtra would benefit the crop at its growing stage.

### TECHNICALS

Candlesticks pattern indicated steady to firm opening and indecision in the market. Prices closed above the 9-day EMA, an indication that the short-term trend is firm. 14-day RSI is neutral and leaving scope for both way movements. MACD remains indecisive in negative territory. Volume as well as open interest has declined as compared to previous settlement. Turmeric futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements later in the session.

Turmeric 0707(NCTMCN7)2007/06/28 - Daily B:2166.00 A:2167.00  
O 2165.00 H 2173.00 L 2156.00 C 2166.00 V 5,410 I 21,260 -1  
EMA(9) 2160.1 (18) 2166.1



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX July	2137	2150	2166	2182	2195

### TRADE RECOMMENDATION

Buy NCDEX July Turmeric at Rs. 2160 with a target of Rs. 2172 and then Rs. 2175 with a strict stop loss of Rs. 2153. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1925-1950	1500
	Gattah	1800-1840	
Erode	Finger	2050-2100	4000
	Gattah	1900-1950	



## ■ CARDAMOM

■ June 29, 2007

### SPOT MARKETS

Cardamom daily auction remain suspended and likely to resume from first week of July onwards. As per trade sources, due to heavy wind 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. Moreover, the roots of the plants are likely to get damaged.

### FUTURES MARKETS

Cardamom futures at MCX opened lower than previous settlement and most active July contract tested an intraday low of Rs. 478 at the early hours of trade. The futures immediately recovered back on increased buying support at lower price levels and tested an intraday high of Rs. 486. The futures finished higher in final action. Most active July contract traded in the range of Rs. 478-486 during Thursday'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

Rainfall over the cardamom growing regions would be beneficial for the crop. However, heavy to very heavy rainfall is not desirable.

### TECHNICALS

Candlesticks are indicating steady to firm opening and initial uptrend. Prices closed above the 9-day as well as 18-day EMA, indicating that the trend is turning firm again. MACD remains indecisive in negative territory. 14-day RSI is neutral, leaving scope for both way movements. Volume has declined, while open interest has increased as compared to previous settlement. Cardamom 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
MCX July	473.5	477.3	483.5	490.6	495

### TRADE RECOMMENDATION

Buy MCX July Cardamom near Rs. 482 with a target of Rs. 486, then Rs. 488 with a strict stop loss of Rs. 479. Trade cautiously with intraday outlook.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Bodi (STCL)

Closed

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