

■ BLACK PEPPER

■ July 27, 2007

SPOT MARKETS

Black pepper markets remain bearish during Thursday's trade. It was quoted lower by Rs. 100 per quintal in benchmark Kochi market amid arrivals as well as offtake of 85 metric tonnes. Sellers remain active in the market. Traders reported weakness in demand, both domestic as well as overseas, as the major reason behind the decline in domestic quotes. Overseas buyers are on the sideline awaiting the new crop from Indonesia and Brazil. Indian pepper remains competitive in global market. Brazil's new crop has started arriving in the market. However, it will pick up only during September.

FUTURES MARKETS

Black pepper futures at NCDEX opened lower than previous settlement and the most active September contract tested an intraday high of Rs. 15345 at the early hours of trade. Increased selling interest has pressurised the futures and the futures traded downwards thereafter to test an intraday low of Rs. 15041. The futures finished lower by Rs. 255 or 1.66 per cent as compared to previous settlement. Most active September contract traded in the range of Rs. 15041-15345 during Thursday's trade.

PRICE DRIVERS

Bullish:

1. Near month open position limit revised upwards
2. Global supply shortage is estimated at 47,500 tonnes in 2007

Bearish:

1. Weak domestic and overseas demand

WEATHER

Rain/thundershowers are likely at many places over Coastal Karnataka and Kerala. Rain/thundershowers are likely at a few places over rest region. It would be beneficial for the growth of newly planted as well as old vines.

TECHNICALS

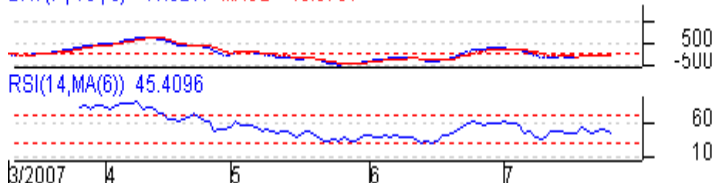
Candlesticks pattern indicates weak opening and initial downtrend. Prices closed below the 9-day as well as 18-day EMA, indicating that the short-term as well as intermediate-term trend is bearish. MACD is moving indecisively in negative territory. 14-day RSI is neutral and moving downwards, leaving scope for further downtrend. Volume has declined, while open interest has increased as compared to previous settlement. Pepper futures are likely to trade downwards following a weak opening with possibility of some upward movements later in the session.

Pepper 0709(NCPEPU7)2007/07/26 - Daily B:15083.00 A:15085.00
O 15300.00 H 15345.00 L 15041.00 C 15085.00 V 9,543 I 13,770 -205

EMA(9) 15220 (18) 15268



DAV(7, 15, 5) -41.5217 MACD -45.0701



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	14604	14785	15085	15389	15607

TRADE RECOMMENDATION

Sell NCDEX September Pepper near Rs. 15135-15150 with a target at Rs. 15040 and then Rs. 15000 with a strict stop loss at Rs. 15225. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14600	85
	Ungarbled	14000	

SPOT MARKETS

Domestic jeera markets remain on an average weak during Thursday's trade. It was offered in a slightly lower price range in benchmark Unjha market owing to reduced offtake amid steady arrivals. Traders reported presence of some export demand as the only supportive feature for the market at present. Domestic demand remained subdued at present. Moreover, weakness in jeera futures counter has also pressurised the physical market sentiments. Upward revision of near month position limit for jeera futures is likely to encourage wider participation in futures market and would increase liquidity as well.

FUTURES MARKETS

Jeera futures at NCDEX opened lower than previous settlement and most active September contract tested an intraday high of Rs. 12840 at the early hours of trade. The futures traded downwards thereafter and tested an intraday low of Rs. 12722 during late hours of trading. The futures finished lower in final action. Most active September contract traded in the range of Rs. 12722-12840 during Thursday's trade.

PRICE DRIVERS

Bullish:

1. Near month open position limit revised upwards
2. Lower domestic and global production

Bearish:

1. Lacklustre trading activity
2. Subdued physical market demand

WEATHER

Rain/thundershowers are likely at many places over Konkan & Goa. Rain/thundershowers are likely at a few places over Madhya Maharashtra and isolated over the rest region. Prevailing weather over major trading centres remains dry at present.

TECHNICALS

Candlesticks pattern indicates steady to weak opening and initial downtrend. Prices closed below the 18-day EMA, indicating a bearish trend in the market. However, the close just above the 9-day EMA is somewhat supportive for the market. 14-day RSI is neutral, leaving scope for both way movements. MACD is moving indecisively in negative territory. Volume has declined, while 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.

JEERA 0709(NCJEEU7)2007/07/26 - Daily B:12741.00 A:12765.00
O 12780.00 H 12840.00 L 12722.00 C 12745.00 V 5,310 I 13,275 -45
EMA(9) 12744 (18) 12783



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	12450	12575	12745	12890	13000

TRADE RECOMMENDATION

Sell NCDEX September Jeera near 12770-12785 with a target of Rs. 12700 and then Rs. 12670 with a strict stop loss of Rs. 12840. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2460-2540	
	Ganesh	2600-2660	3000-3500
	Machine Cleaned	2760-2860	

SPOT MARKETS

Domestic prices for chillies at Guntur market were traded firm by Rs.200 per quintal as against Wednesday's trading session. Local as well as the export demand was reported to be good as that of Wednesday's trading session. Out of the total arrivals of 25000 bags around 10000 bags were sold. Prices are likely to remain range bound to slightly firm for short term. However the long term outlook for the commodity is bearish due to higher production estimates and ample of stocks.

FUTURES MARKETS

Red chillies most active August futures closed in negative territory down by 1.61 percent at Rs.3916. The contract opened with an upward gap at Rs.3995 and during the initial trading session gained and made an intraday high at Rs.4030. The futures, during the later trading session managed to cover the opening gap and made an intraday low at Rs.3909. The open interest gained marginally amidst subdued volumes as against previous trading session.

PRICE DRIVERS

Bullish:

1. Technical correction is likely as futures market is oversold

Bearish:

1. Domestic production is estimated higher by 20 percent
2. Chilli acreage at Andhra Pradesh is likely to go up.

WEATHER

Rain / thunder shower is likely over coastal Karnataka, Tamil Nadu and Andhra Pradesh. Rainfall during the time of initial sowing stage is beneficial for the crop.

TECHNICALS

Candlestick is indicating firm opening, initial uptrend and there after selling activity in the market. Volumes were slightly weak and did not support the price movement. Prices closed below the 18-day EMA, indicating weak trend in the market. MACD is neutral in negative territory. 14-day RSI is in neutral zone and moving downwards. Red chillies futures are likely to trade weak for the next trading session with a small spurt in prices during intraday.

CHLL334GTR 0708(NCGTRQ7)2007/07/26 - Daily B:3909.00 A:3918.00
O 3995.00 H 4030.00 L 3909.00 C 3916.00 V 6,310 I 8,420 -55



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	3745	3843	3916	4189	4276

TRADE RECOMMENDATION

Sell NCDEX August Chilli at Rs. 3925-3935 with a target of Rs. 3880 and then Rs.3868 with a strict stop loss of Rs. 3968. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	3800-4400	20000

TURMERIC

July 27, 2007

SPOT MARKETS

Domestic turmeric prices were traded firm at all the major trading centers as against Wednesday. At Nizamabad market the prices surged up by Rs.150 for fingers and by Rs.35 as against previous trading session. The arrivals were steady at 500 bags where as the offtake was of 5000 bags. Where as, at other centers the prices were firm by Rs.35-40 per quintal. Domestic as well as the export demand was reported to be good. Currently there are reports that around 1 lakh bags of Erode and Sangli variety turmeric is likely to be exported to China in coming days. Turmeric prices are likely to remain rangebound to firm for a medium term.

FUTURES MARKETS

Turmeric most active September futures at NCDEX opened weak by Rs.6 at Rs.2258. The futures did not fall further after opening weak and surged up to Rs.2280 on fresh buying support. The open interest gained significantly amidst slightly weak volumes. The change in close price and open interest is indicating long accumulation. The contract then closed at Rs.2267 a Re. as against previous close price.

PRICE DRIVERS

Bearish:

1. Good stock level for the season.

Bullish

1. Low acreage is likely due to fall in prices last year
2. Good export demand in the market.

WEATHER

Rain/thundershowers are likely at coastal Karnataka, Tamil Nadu and Andhra Pradesh where as isolated rains at Maharashtra are beneficial for the crop at its initial growing stage.

TECHNICALS

Candlesticks are indicating weak opening and there after active bulls in the market. Volumes were low and did not support the price movement. Prices closed above the 9-day and 18-day EMA, EMA's are likely to witness a bullish crossover. MACD is in negative territory and steady. 14-day RSI is neutral and moving upwards. Turmeric futures are likely to trade firm with profit booking coming in.

Turmeric 0709(NCTMCUT)2007/07/26 - Daily B:2266.00 A:2267.00
O 2258.00 H 2280.00 L 2258.00 C 2267.00 V 11,810 I 27,220 +3



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	2210	2223	2267	2305	2320

TRADE RECOMMENDATION

Buy NCDEX September Turmeric at Rs.2256-2258 or below with a target of Rs. 2273 and then Rs. 2281 with a strict stop loss of Rs.2248. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	2160-2200	500
	Gattah	1970-1980	
Erode	Finger	Closed	
	Gattah		

CARDAMOM

July 27 2007

SPOT MARKETS

Domestic cardamom weekly auctions at Bodinayakanur remained closed due to low arrivals. However, regular auction at Bodinayakanur resume from next week onwards. Domestic demand for the commodity was reported to be good. Cardamom prices at the auction are likely to remain firm for a medium term due to lower production by 20-30 percent for the season as compared to last crop season.

FUTURES MARKETS

MCX Cardamom most active August futures closed on a positive note up by 1.17 percent at Rs.544 as against Wednesday's close price. The futures opened firm at Rs.538.8 and there after did not fall further and made an intraday high at Rs.549 on fresh buying support. Open interest gained amidst low volumes as against previous trading session. The change in close price and open interest is indicating long accumulation.

PRICE DRIVERS

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 at Kerala and Tamil Nadu. Heavy rains during the initial picking period may damage the crop.

TECHNICALS

Candlesticks are indicating firm opening and there after buying support and active bulls in the market. Volumes were slightly weak and supported the price movement. Prices closed above the 9-day and 18-day EMA, indicating that the trend favours the bulls for the short term. MACD is positive leaving scope for further uptrend. 14-day RSI is in neutral region and moving up wards. Cardamom futures are likely to trade range bound to firm in the next trading session with a small consolidation in price.

CARDAMOM 0708(MXCAMQ7)2007/07/26 - Daily B:544.00 A:545.00
O 538.80 H 549.00 L 538.80 C 544.00 V 1,877 T 102,429 I 2,086 +6.3
EMA(9) 537.79 (18) 529.09



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX August	519.1	525.6	544	563.2	572.5

TRADE RECOMMENDATION

Buy MCX August Cardamom near Rs.541 or below level with a target of Rs. 551 and then 558.6 with a strict stop loss of Rs. 533.9 Trade with intraday outlook.

Auction Centre

Prices/Kg (7mm)

Arrivals (Kg)

Bodinayakanur

Closed

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