

## ■ BLACK PEPPER

■ July 26, 2007

### SPOT MARKETS

Black pepper markets witnessed a stable trend during Wednesday's trade. It was quoted unchanged in benchmark Kochi market amid arrivals as well as offtake of 150 metric tonnes. Demand, both domestic as well as overseas remain subdued at present. Indian pepper remains competitive in global markets. In a recent news posted in Brazilian Peppertrade Board website, the second stage crop in Espirito Santo is totally failed, which in turn may result into lowering the total production in Brazil this year, according to the Brazilian ABEP (Brazilian Pepper Exporters Association).

### FUTURES MARKETS

Black pepper futures at NCDEX opened higher than previous settlement and the most active September contract tested an intraday high of Rs. 15480 during mid-session. The futures traded downwards thereafter to test an intraday low of Rs. 15280 during late hours of trading. The futures finished near day's low in final action. Most active September contract traded in the range of Rs. 15280-15480 during Wednesday'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. Profit taking at higher price levels
2. Stocks with commodity exchanges at around 14,200 tonnes

### WEATHER

Rain/thundershowers are likely over most of the pepper growing regions. It would be beneficial for the growth of newly planted as well as old vines.

### TECHNICALS

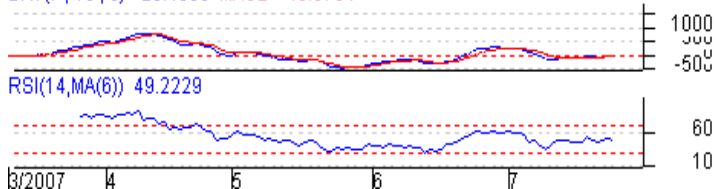
Candlesticks pattern indicates steady to weak opening and initial downtrend. Prices closed above the 9-day EMA, indicating that the short-term trend remain bullish. MACD is moving indecisively in negative territory. 14-day RSI is neutral, leaving scope for both way movements. Volume has declined, while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

Pepper 0709(NCPEPU7)2007/07/25 - Daily B:15280.00 A:15290.00  
O 15410.00 H 15479.00 L 15280.00 C 15290.00 V 10,645 I 13,155 -77

EMA(9) 15253 (18) 15290



DAV(7, 15, 5) -23.4686 MACD -46.8754



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	14875	15080	15290	15594	15800

### TRADE RECOMMENDATION

Sell NCDEX September Pepper near Rs. 15325-15350 with a target at Rs. 15250 and then Rs. 15225 with a strict stop loss at Rs. 15410. Trade cautiously with intra day outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14700	150
	Ungarbled	14100	

### SPOT MARKETS

Domestic jeera markets remain on an average rangebound during Wednesday's trade. It was offered in almost steady price range 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 higher than previous settlement and most active September contract tested an intraday high of Rs. 12896 at the early hours of trade. The futures traded downwards thereafter and tested an intraday low of Rs. 12776 during late hours of trading. The futures finished lower by Rs. 21 or 0.16 per cent as compared to previous settlement. Most active September contract traded in the range of Rs. 12776-12896 during Wednesday'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 a few places over Konkan & Goa 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 above the 9-day as well as 18-day EMA, indicating a bullish trend in 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)2007/07/25 - Daily B:12794.00 A:12795.00  
O 12813.00 H 12891.00 L 12778.00 C 12790.00 V 7,068 I 13,095 -21  
EMA(9) 12744 (18) 12787



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	12528	12645	12790	12949	13086

### TRADE RECOMMENDATION

Sell NCDEX September Jeera near 12825 with a target of Rs. 12750 and then Rs. 12725 with a strict stop loss of Rs. 12875. Trade cautiously with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2480-2560	
	Ganesh	2600-2680	3000-3500
	Machine Cleaned	2800-2880	

### SPOT MARKETS

Domestic chilli spot prices at Guntur market were traded slightly weak by Rs.100 per quintal as compared to previous trading session. Local as well as the export demand was reported to be stable as that of Tuesday's trading. Out of the total arrivals of 25000 bags around 15000-17000 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 at steady levels after initial spurt as that of Tuesdays close price. The contract opened with an upward gap at Rs.3990 and during the initial trading session gained and made an intraday high at Rs.4045. The futures, during the later trading session managed to cover the opening gap and made an intraday low as well as closed at Rs.3971. The open interest was low 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 stable. Red chillies futures are likely to trade weak for the next trading session with a small spurt in prices during intraday.

CHLL334GTR 0708(NCGTRQ7)2007/07/25 - Daily B:3971.00 A:3973.00  
O 3990.00 H 4045.00 L 3971.00 C 3971.00 V 7,370 I 8,410 0



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	3791	3858	3971	4178	4231

### TRADE RECOMMENDATION

Sell NCDEX August Chilli at Rs. 3975-3990 with a target of Rs. 3930 and then Rs.3903 with a strict stop loss of Rs. 4035. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	3700-4200	25000



## TURMERIC

July 26, 2007

### SPOT MARKETS

Turmeric prices were traded slightly firm by Rs.25-40 per quintal at Nizamabad, Warangal and Duggirala where as at Erode and Sangli the prices remained steady. At Nizamabad, Warangal and Duggirala the prices were firm on slightly weak arrivals. 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 firm by Rs.3 at Rs.2252. The futures after initial weakness at Rs.2247 made an intraday high at Rs.2277 on fresh buying support and covering of short position. The open interest was low amidst very good volumes. The change in close price and open interest is indicating short liquidation. The contract then closed at Rs.2264 firm by 0.67 percent 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 firm opening and there after active bulls in the market. Volumes gained significantly 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 in negative territory and witnessed bullish crossover. 14-day RSI is neutral and moving upwards. Turmeric futures are likely to trade firm with profit booking coming in.

Turmeric 0709(NCTMCU7)2007/07/25 - Daily B:2263.00 A:2266.00  
O 2252.00 H 2277.00 L 2247.00 C 2264.00 V 22,880 I 26,460 +15

EMA(9) 2240.5 (14) 2243.1



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	2207	2219	2264	2297	2312

### TRADE RECOMMENDATION

Buy NCDEX September Turmeric at Rs.2260-2264 or below with a target of Rs. 2276 and then Rs. 2282 with a strict stop loss of Rs.2252. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	2025-2050	500
	Gattah	1940-1945	
Erode	Finger	2200-2250	5500
	Gattah	2000-2050	

## ■ CARDAMOM

■ July 26 2007

### SPOT MARKETS

Domestic cardamom prices at weekly auction at Kumily were traded firm at Rs.470-480 for the 7 mm variety. The arrival of 23000 kg was sold completely and out of the total arrivals around 20 percent was from the new crop. 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 2.28 percent at Rs.538.50 as against Tuesday's close price. The futures opened at a lower gap of Rs.6.3 at Rs.520.2 and there after did not fall further and made an intraday high at Rs.542.3 on fresh buying support. Open interest gained amidst very good volumes. 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 weak opening and there after buying support and active bulls in the market. Volumes gained 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)2007/07/25 - Daily B:536.80 A:538.30  
O 520.20 H 542.30 L 520.20 C 538.50 V 2,765 T 148,019 I 1,988 +12  
EMA(9) 536.40 (18) 527.42



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX August	509.8	513.9	538.5	554.4	560.4

### TRADE RECOMMENDATION

Buy MCX August Cardamom near Rs.535 or below level with a target of Rs. 543 and then 548.6 with a strict stop loss of Rs. 529.9 Trade with intraday outlook.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Kumily

470-480

23000

### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2007 Indian Agribusiness Systems Pvt Ltd.