

## ■ BLACK PEPPER

■ July 31, 2007

### SPOT MARKETS

Black pepper markets remain on an average stable. It was quoted unchanged in Kochi market amid no arrivals as well as offtake. Demand, both domestic as well as overseas remain subdued at present. However, traders expect demand to improve at present lower price levels and consequently some recovery in prices in the coming few days. Overseas buyers are on the sideline awaiting the new crop from Indonesia and Brazil. Pepper export from India continues the success story of previous fiscal year during the first quarter of current fiscal year. During the first quarter (April-June 2007) of current fiscal year pepper export from India increased by 40 per cent to 7,000 tonnes. In value terms, it was higher by 137 per cent at Rs. 97.26 crore.

### FUTURES MARKETS

Black pepper futures at NCDEX opened lower than previous settlement and the most active September contract tested an intraday high of Rs. 14320 at the early hours of trade. The futures traded sharply downwards thereafter to test an intraday low of Rs. 13631. However, the futures retraced back to pare the losses and finished near unchanged level in final action. Most active September contract traded in the range of Rs. 13631-14320 on Monday.

### PRICE DRIVERS

#### Bullish:

1. Global supply shortage is estimated at 47,500 tonnes in 2007
2. Export up 40% in quantity and 137% in value during April-June 2007

#### Bearish:

1. Weak domestic and overseas demand

### WEATHER

Rain/thundershowers are likely over many places in pepper growing region. It would be beneficial for the growth of newly planted as well as old vines.

### 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 short-term as well as intermediate-term trend is bearish. MACD is moving downwards in negative territory, supporting the weakness in the market. 14-day RSI is neutral and moving flat, leaving scope for both way movements. Volume has increased, while open interest has declined as compared to previous settlement. Pepper futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements later in the session.

Pepper 0709(NCPEPU7)2007/07/30 - Daily B:14120.00 A:14130.00  
O 14072.00 H 14315.00 L 13631.00 C 14125.00 V 25,333 I 12,479 -15



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	13631	13858	14125	14526	14758

### TRADE RECOMMENDATION

Buy NCDEX September Pepper near Rs. 14050 with a target at Rs. 14200 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	14200	-
	Ungarbled	13600	

## CUMIN

July 31, 2007

### SPOT MARKETS

Domestic jeera markets maintained previous steadiness at the start of this week. It was offered in an unchanged price range owing to almost steady arrivals as well as offtake. Presence of some export demand at lower price levels is providing the underlying support to the market. Domestic demand remained subdued at present. During April-June 2007, jeera export from India declined by over 51 per cent to 4,000 tonnes. In value terms, it was lower by around 24 per cent at Rs. 40.9 crore. However, the unit value realisation from jeera export has increased to Rs. 102.25 per kg during April-June 2007 from Rs 65.54 per kg during the corresponding period of previous year.

### FUTURES MARKETS

Jeera futures at NCDEX opened lower than previous settlement and most active September contract tested an intraday high of Rs. 12322 at the early hours of trade. The futures traded sharply downwards to test an intraday low of Rs. 11892. The futures pared most of the losses and finished slightly lower in final action. Most active September contract traded in the range of Rs. 11892-12322 during Monday's trade.

### PRICE DRIVERS

#### Bullish:

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

#### Bearish:

1. Export down 51% in quantity and 24% in value during April-June 2007
2. Subdued physical market demand

### WEATHER

Rain/thundershowers are likely at many places over Gujarat state. Rain/thundershowers are likely at a few places over the rest region. Heavy rainfall may limit regular trading activity.

### TECHNICALS

Candlesticks pattern indicates steady to firm opening and initial uptrend. Prices closed below the 9-day as well as 18-day EMA, indicating a bearish trend in the market. 14-day RSI is neutral and moving flat, leaving scope for both way movements. MACD is moving downwards in negative territory, supporting the weakness in the market. 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 downward movements later in the session.

JEERA 0709(NCJEEU7)2007/07/30 - Daily B:12181.00 A:12191.00  
O 12180.00 H 12320.00 L 11892.00 C 12190.00 V 16,425 I 12,897 -39  
EMA(9) 12528 (18) 12650



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	11892	12000	12190	12450	12575

### TRADE RECOMMENDATION

Buy NCDEX September Jeera near 12080-12100 with a target of Rs. 12250 and then Rs. 12275 with a strict stop loss of Rs. 12010. 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	2500
	Machine Cleaned	2760-2860	

### SPOT MARKETS

Domestic chilli market on the first day of the week remained slightly down by Rs.100 per quintal. Out of the total arrivals of 20000 bags around 15000 bags of sold. Export demand from Bangladesh as well as other countries remained subdued and likely to pick up in coming days. NCDEX has reduced the total margin for chilli contract by 5 percent to 25 percent from earlier 30 percent and this would have positive impact trade and active participation. Prices for chilli are likely to remain range bound to slightly weak for short term.

### FUTURES MARKETS

Red chillies most active August futures closed in positive territory after hitting 4 % upper circuit up by 3.68 % at Rs.3959. The futures opened firm at Rs.3849 and during the initial trading session traded weak and witnessed a low at Rs.3755. However during the later trading session the prices recovered and witnessed a spurt at Rs.3980. The open interest was low amidst very good volumes as compared to Saturday's trading session.

### PRICE DRIVERS

#### Bullish:

1. Technical correction is likely as futures market is oversold
2. Anticipation of good export orders from Bangladesh.

#### 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 weak trend 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 firm trend in the market. 14-day parabolic is moving below the prices and supportive to the firm trend. 14-day RSI is in neutral zone and moving upwards. Red chillies futures are likely to trade firm during the initial trading session with slight weakness in prices there after.

CHLL334GTR 0708(NCGTRQ7)2007/07/30 - Daily B:3959.00 A:3965.00  
O 3849.00 H 3980.00 L 3755.00 C 3959.00 V 10,355 17,805 +136



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX August	3604	3671	3959	4259	4377

### TRADE RECOMMENDATION

Buy NCDEX August Chilli at Rs. 3945-3955 with a target of Rs.3980 and then Rs.4015 with a strict stop loss of Rs. 3897. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	3800-4300	20000



## TURMERIC

July 31, 2007

### SPOT MARKETS

Turmeric prices in the domestic spot market on the first day of the week was reported to be traded mixed at all the centers. At Warangal and Duggirala the prices were slightly firm by Rs.25 per quintal where as at Nizamabad the prices for the commodity was quoted weak by Rs.50 per quintal on selling pressure. At Erode the prices remained steady amidst low arrivals. Domestic demand is likely to remain stable and good for coming days. Turmeric prices are likely to remain rangebound to firm with a small consolidation for a medium term.

### FUTURES MARKETS

Turmeric most active September futures at NCDEX opened weak by Rs.2 at Rs.2219. The futures during the initial trading session surged up to Rs.2249 and there after made a steep fall and tested fresh lows since the contract inception of the contract at Rs.2188. Both the volumes as well as open interest gained significantly. The change in close price and open interest is indicating short accumulation. The contract then closed slightly weak by 0.32 percent at Rs.2209 as compared to Saturday's 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. Rains at Madhya Maharashtra are beneficial for the crop at its initial growing stage.

### TECHNICALS

Candlestick is indicating indecisive trend in the market. Volumes gained significantly and supported the price movement. Prices closed below the 9-day and 18-day EMA, supporting bearish trend. MACD is in negative territory and witnessed a bearish crossover. 14-day RSI is neutral and moving down wards. Turmeric futures are likely to trade weak with small spurt in the prices.

Turmeric 0709(NCTMCU7)2007/07/30 - Daily B:2208.00 A:2209.00  
O 2219.00 H 2249.00 L 2188.00 C 2209.00 V 28,280 I 29,110 -12



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	2152	2165	2209	2286	2306

### TRADE RECOMMENDATION

Sell NCDEX September Turmeric at Rs.2215-2220 or above with a target of Rs. 2201 and then Rs. 2192 with a strict stop loss of Rs.2233. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1950-2150	900
	Gattah	1970-1980	
Erode	Finger	2200-2250	5200
	Gattah	2000-2050	



## ■ CARDAMOM

■ July 31 2007

### SPOT MARKETS

Cardamom weekly auction at Bodinayakanur remained closed due weak arrivals. The next auctions would take place at Kumily on Wednesday. Domestic as well as export demand for the commodity is likely to gain its pace once the fresh crop hits the market. 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 in a red zone slightly weak by 0.13 percent as compared Saturdays close price. The futures opened steady at Rs.532.2 and during the initial trading session the futures surged up to Rs.539.50 on buying support. The contract during the later trading session made an intraday low at Rs.530. The Open interest gained marginally amidst low volumes.

### 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 steady opening and initial uptrend in the prices. Volumes were slightly weak and did not support the price movement. Prices closed above 18-day EMA, indicating that the trend favours the bulls for the short term. MACD is positive and favours the bulls. 14-day RSI is in neutral region and steady. Cardamom futures are likely to trade range bound to firm in the next trading session with a small consolidation in price.

CARDAMOM 0708(MXCAMQ7)2007/07/30 - Daily B:531.60 A:533.30  
O 532.20 H 539.50 L 530.00 C 531.80 V 763 T 21,434 I 1,964 -0.7

EMA(9) 534.74 (18) 529.78



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX August	513.5	520.4	531.8	549.6	556.7

### TRADE RECOMMENDATION

Buy MCX August Cardamom near Rs.529-530 or below level with a target of Rs.541 and then 545.6 with a strict stop loss of Rs. 523.9 Trade with intraday outlook.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Bodinayakanur

Closed

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