

■ BLACK PEPPER

■ Aug 04, 2007

SPOT MARKETS

Black pepper markets remain on an average bearish during Friday's trade. It was quoted lower by Rs. 200 per quintal in benchmark Kochi market amid arrivals as well as offtake of 5 metric tonnes. Weak domestic market demand has pressurised the market trend. Moreover, spillover weakness from futures market has also weighed down on the market. The only supportive feature for the market remains some overseas demand at lower price levels. Competitiveness of Indian pepper over other exporting nations has helped to ship out more quantity of pepper from India during April-June 2007 with 40% increase in quantity and 137% increase in value. However, overseas buyers are on the sideline at present eyeing new crop from Indonesia and Brazil.

FUTURES MARKETS

Black pepper futures at NCDEX opened lower than previous settlement and most active September contract tested an intraday high of Rs. Rs. 14035 at the early hours of trade. The futures traded downwards thereafter on increased selling interest and tested an intraday low of Rs. 13695. The futures finished lower by Rs. 298 or 2.12 per cent as compared to previous settlement after paring some of the losses.

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 physical market 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 weak opening and initial downtrend. Prices closed below the 9-day as well as 18-day EMA, indicating a bearish trend in the market. MACD is moving downwards in the negative territory, supporting the weakness in the market. 14-day RSI is neutral and moving downwards, leaving scope for further downtrend. Volume as well as open interest has declined as compared to previous settlement. Pepper futures are likely to trade downwards following a steady to weak opening with possibility of some upwards movements later in the session.

Pepper 0709(NCPEPU7)2007/08/03 - Daily

O 13915.00 H 14029.00 L 13698.00 C 13732.00 V 14,435 I 13,121 -249



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	13318	13500	13732	14000	14186

TRADE RECOMMENDATION

Sell NCDEX September Black Pepper at Rs. 13800, with a target of Rs. 13675, then at Rs. 13650, with a strict stop loss of Rs. 13875. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	13900	5
	Ungarbled	13300	

CUMIN

Aug 04, 2007

SPOT MARKETS

Domestic jeera markets witnessed a stable trend during Friday's trade. It was offered in an unchanged price range owing to mostly steady arrivals as well as offtake. Traders reported presence of some export demand as a supportive feature for the market. Prices are moving in a narrow range for the past few days amid no significant developments in its fundamental aspects. Jeera exports remain gloomy with export declining by 51% in quantity and 24% in value term. However, the unit value realisation has increased significantly during the same period reflecting the high priced regime in the global market with an overall shortfall.

FUTURES MARKETS

Jeera futures at NCDEX opened marginally lower than the previous settlement and most active September tested intraday high of Rs.12555 at the early hours of trade. The futures finished lower by Rs. 201 or 1.61 per cent as compared to previous settlement. Most active September contract traded in the range of Rs. 12276-12555 during Friday'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 south Gujarat and East Rajasthan. Rain/thundershowers are likely at a few places over the rest region. Heavy rainfall may limit regular trading activity.

TECHNICALS

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

JEERA 0709(NCJEEU7)2007/08/03 - Daily B:12280.00 A:12285.00
O 12480.00 H 12555.00 L 12280.00 C 12285.00 V 15,837 I 13,617 -185



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	11972	12075	12285	12450	12570

TRADE RECOMMENDATION

Sell NCDEX September Jeera at Rs. 12325-12350, with a target of Rs. 12250, then at Rs. 12200, with a strict stop loss at Rs. 12475. Trade with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2470-2550	
	Ganesh	2610-2670	2500-3000
	Machine Cleaned	2770-2870	

CHILLI

Aug 04, 2007

SPOT MARKETS

Chilli domestic prices at Guntur spot market today traded steady to weak by Rs.100 per quintal as compared to Thursday's prices. The arrivals were low at around 20000 bags and offtake of 15000 - 18000 bags. There are reports of heavy rainfall at Andhra Pradesh chilli growing areas water logging is likely; this may damage the crop to some extent. Export demand from Bangladesh and Srilanka is active at present. Chilli prices are likely to remain firm for a short term. However the overall trend for the commodity is bearish on ample of stocks and increase in acreage.

FUTURES MARKETS

Red chillies most active September futures closed at Rs.4238 up by 3.55 percent after breaching 4 % upper circuit as against Thursday's close price. The futures opened with a gap at Rs.4135 and did not witness any low for the day and surged to make an intraday high at Rs.4299. The open interest gained significantly amidst very good volumes. The change in close price and open interest indicates long accumulation.

PRICE DRIVERS

Bullish:

1. Good export orders from Bangladesh and Srilanka.
2. Water logging at Andhra Pradesh growing areas

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, and over north coastal Andhra Pradesh. Heavy rainfall and water logging is likely to damage the crop at its initial stage.

TECHNICALS

Candlestick is indicating firm opening and initial uptrend. Volumes gained and supported the up move of the prices. Prices closed above the 9-day and 18 day EMA, supportive to the bulls 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 a slight dip in prices on profit booking.

CHLL334GTR 0709(NCGTRU7)2007/08/03 - Daily B:4236.00 A:4242.00
O 4135.00 H 4299.00 L 4135.00 C 4238.00 V 11,695 I 7,330 +145



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	3789	3892	4238	4453	4578

TRADE RECOMMENDATION

Buy NCDEX September Chilli at Rs. 4173-4185 with a target of Rs.4233 and then Rs.4268 with a strict stop loss of Rs. 4134. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	4000-4400	20000

TURMERIC

Aug 04, 2007

SPOT MARKETS

Turmeric prices in the domestic spot market were reported to be traded steady to weak at all the centers. At Duggirala, Warangal and Sangli the prices remained unchanged where as at Nizamabad the prices for the commodity were quoted weak by Rs.115 per quintal amidst fall in arrivals underpinned by lacklustre demand. Erode markets were closed due to Aadi. Export demand for Nizamabad variety is likely to remain good at Nizamabad from Gulf countries. 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 firm at Rs.2196. The futures after opening firm witnessed an initial firmness at Rs.2198 and there after selling pressure from higher levels and made a steep fall to test fresh lows at Rs.2160. Both the volumes and open interest gained and supported the fall in price. The change in close and open interest indicates short accumulation. The contract then closed at Rs.2169 down by 1.16 percent as compared to 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, and north coastal Andhra Pradesh. Rains at Madhya Maharashtra are beneficial for the crop at its initial growing stage.

TECHNICALS

Candlestick is indicating firm opening and there after selling pressure and active bears 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 bearish. 14-day RSI is neutral and moving downwards leaving scope for further fall in the prices. Turmeric futures are likely to trade weak, with a slight recovery in prices on profit booking.

Turmeric 0709(NCTMCU7)2007/08/03 - Daily B:2167.00 A:2171.00
O 2196.00 H 2198.00 L 2160.00 C 2169.00 V 19,130 | 29,640 -22



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	2127	2141	2169	2233	2246

TRADE RECOMMENDATION

Sell NCDEX September Turmeric at Rs.2175-2178 or above with a target of Rs. 2164 and then Rs. 2153 with a strict stop loss of Rs.2184. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	2050-2060	500
	Gattah	1925-1960	
Erode	Finger	Closed	-
	Gattah	-	



■ CARDAMOM

■ Aug 04, 2007

SPOT MARKETS

Domestic cardamom prices at Vandanmedu auctions were quoted at Rs.450-470 for 7 mm variety. Out of total arrivals of around 9000 kg 7000kg were sold. Cardamom capsules at the auctions were of inferior quality. 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 slightly firm by 0.77 percent at Rs.525 as compared Thursdays close price. The futures opened firm at Rs.521.5. The contract did not fall to make any lows for the day and surged to Rs.531.5 on fresh buying support. Open interest gained slightly amidst good volumes. The change in close price and open interest indicates long accumulation.

PRICE DRIVERS

Bearish:

1. Weak domestic demand in market.

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, coastal Karnataka and Tamil Nadu. Heavy rains during the initial picking period may damage the crop.

TECHNICALS

Candlesticks are indicating firm opening and initial uptrend along with buying coming in. Volumes gained significantly and supported the upmove of prices. Prices closed below 18-day EMA, indicating that the trend favours the bears for the short term. MACD is positive and favours the bulls. 14-day RSI is in neutral region and moving upwards leaving scope for further upmove in prices. Cardamom futures are likely to trade range bound to firm in the next trading session with a small dip in price.

CARDAMOM 0708(MXCAMQ7)2007/08/03 - Daily B:524.20 A:525.10
O 521.50 H 531.50 L 521.50 C 525.00 V 1,028 T 54,195 I 1,775 +4
EMA(9) 527.31 (18) 525.66



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX August	506.8	511.3	525	541.2	553.3

TRADE RECOMMENDATION

Buy MCX August Cardamom near Rs.521-522.5 or below level with a target of Rs.528.6 and then 534.1 with a strict stop loss of Rs. 515.3 Trade with intraday outlook.

Auction Centre	Prices/Kg (7mm)	Arrivals (Kg)
Vandanmedu	450-470	9000

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