

## ■ BLACK PEPPER

■ Aug 14, 2007

### SPOT MARKETS

Black pepper markets remain firm at the start of this week. It was offered in a higher price range in benchmark Kochi market amid no arrivals as well as offtake. Sharp gains in pepper futures counter have also supported the physical market trend. Black pepper prices came under pressure recently eyeing the new crop from Indonesia and Brazil that kept the overseas buyers out of the market sensing further decline in prices. However, situation improved on some reported export deals at the ruling lower prices that remain highly competitive in global markets following the decline in last couple of weeks. All eyes are on the new crop from Indonesia and Brazil, which will determine the global pepper trade dynamics in the coming 2-3 months.

### FUTURES MARKETS

Black pepper futures at NCDEX opened lower than previous settlement and the most active September contract tested an intraday low of Rs. 13125 at the opening session of trade. The futures traded sharply upwards thereafter on increased buying support and tested an intraday high of Rs. 13765. The September contract finished sharply higher in final action. Most active September contract traded in the range of Rs. 13125-13765 during Monday's trade.

### 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
3. Improved overseas demand

#### Bearish:

1. Moderate physical market demand

### WEATHER

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

### TECHNICALS

Candlesticks pattern indicates firm opening and initial uptrend. Prices closed above the 9-day EMA, indicating that the short-term trend has turned bullish again. However, the close below the 18-day EMA is somewhat bearish. MACD after a bullish crossover started moving upwards in negative territory. 14-day RSI is moving sharply upwards in the neutral region, leaving scope for further uptrend. Volume as well as open interest has increased along with prices, strengthening the uptrend. Pepper futures are likely to trade upwards following a firm opening with possibility of some downward movements later in the session.

Pepper 0709(NCPEP07)2007/08/13 - Daily B:13736.00 A:13738.00  
O 13181.00 H 13765.00 L 13125.00 C 13738.00 V 20,048 I 12,442 +489



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	12962	13290	13738	14099	14450

### TRADE RECOMMENDATION

Buy NCDEX September Black Pepper near Rs. 13675-13700, with a target of Rs. 13875, then at Rs. 13925, with a strict stop loss of Rs. 13550. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	13700	-
	Ungarbled	13100	

## CUMIN

Aug 14, 2007

### SPOT MARKETS

Domestic jeera markets continue to remain stable during Monday's trade. It was quoted unchanged in benchmark Unjha market owing mostly steady arrivals as well as offtake. Activity continues to remain lacklustre in major trading centres in Gujarat. Presence of some overseas demand is providing the underlying support to the market. Jeera exports remain gloomy with export declining by 51% in quantity and 24% in value in April-June quarter of current fiscal year. However, the unit value realisation has increased significantly during the same period. Export is likely to improve in near future given the lower supply situation globally. At present, market is eyeing for fresh cues to act on.

### FUTURES MARKETS

Jeera futures at NCDEX opened higher as compared to previous settlement and most active September contract traded downwards initially to test an intraday low of Rs. 12135. The futures traded upwards thereafter on some buying support and tested an intraday high of Rs. 12299. The futures finished with some gains in final action. Most active September contract traded in the range of Rs. 12135-12299 during Monday's trade.

### PRICE DRIVERS

#### Bullish:

1. Lower domestic and global production

#### Bearish:

1. Export down 51% in quantity and 24% in value during April-June 2007
2. Limited trading activity due to rain

### WEATHER

Rain/thundershowers are likely at a few places over the jeera growing region. Heavy rainfall may limit regular trading activity.

### TECHNICALS

Candlesticks pattern indicates steady to firm opening and indecision in the market. Prices closed below the 9-day as well as 18-day EMA, indicating a bearish trend in the market. 14-day RSI is neutral, leaving scope for both way movements. MACD is moving indecisively in negative territory. Volume as well as open interest has increased as compared to previous settlement. Jeera futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements early in the session.

JEERA 0709(NCJEEU7)2007/08/13 - Daily B:12219.00 A:12225.00  
O 12219.00 H 12299.00 L 12141.00 C 12217.00 V 11,511 I 12,465 +42  
EMA(9) 12262 (18) 12360



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	11892	12055	12217	12434	12574

### TRADE RECOMMENDATION

Buy NCDEX September Jeera at Rs. 12150-12175, with a target of Rs. 12300, then at Rs. 12350, with a strict stop loss at Rs. 12050. Trade with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2490-2570	
	Ganesh	2630-2690	2500
	Machine Cleaned	2790-2890	

### SPOT MARKETS

Domestic chilli prices on the first day of the week were traded firm due as compared to last trading day of the week. Chilli prices were quoted at Rs.4000-4600 per quintal. Out of the total arrivals of 25000 bags around 10000 bags were sold. Domestic demand subdued in the market however good overseas demand from Bangladesh, Malaysia and Sri Lanka supported the firmness in the prices. Chilli prices are likely to trade rangebound to firm for the days ahead during the week. However the long term fundamentals are like to remain bearish due to ample of stocks as well as rise in acreage and adding to it early harvesting of the crop during the mid December.

### FUTURES MARKETS

Red chillies most active September futures closed at Rs.4525 marginally up by 0.80 percent as compared to Saturday's close price. The contract opened firm at Rs.4500 and the futures during the early hours surged up to Rs.4588 and there after witnessed an intraday low at Rs.4475. Open interest was marginally low amidst gain in volumes supporting the price movement. The rise in price and fall in open interest indicates short liquidation.

### PRICE DRIVERS

#### Bullish:

1. Good export orders from Bangladesh and Sri Lanka.

#### 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 north Andhra Pradesh and decrease there after as well as coastal Karnataka. Heavy rainfall and water logging is likely to damage the crop at its initial stage at Andhra Pradesh.

### TECHNICALS

Candlestick is indicating firm opening and initial uptrend in the market. Good volumes supported the price movement. Prices closed above the 9-day - 18-day EMA, EMA's are indicating firm trend. 9-Day RSI is neutral and moving upwards leaving scope for further upmove in the prices. Red chillies futures are likely to trade rangebound to firm with a slight dip on profit booking. However a technical correction is likely very soon.

CHLL334GTR 0709(NCGTRU7)2007/08/13 - Daily B:4515.00 A:4529.00

O 4500.00 H 4588.00 L 4476.00 C 4525.00 V 7,520 I 8,500 +35



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	4219	4303	4525	4785	4875

### TRADE RECOMMENDATION

Buy NCDEX September Chilli at Rs. 4500-4525 or below with a target of Rs.4568 and then Rs.4593 with a strict stop loss of Rs. 4473. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	4000-4600	25000



## TURMERIC

Aug 14, 2007

### SPOT MARKETS

Turmeric prices at the domestic spot markets on the first day of the week were quoted steady to firm by Rs.25 per quintal. At Warangal, Erode, Sangli and Duggirala the prices were quoted steady amidst no major change in the daily arrivals. At Nizamabad the prices were marginally firm amidst slight gain in arrivals and offtake. Domestic demand for the commodity is reported to be good where as overseas orders from Gulf for Nizamabad variety was active. Prices are likely to remain range bound to firm during the week.

### FUTURES MARKETS

Turmeric most active September futures at NCDEX opened slightly firm at Rs.2207. The futures during the initial trading session witnessed an intraday high at Rs.2215 and there after made a low at Rs.2194 on selling activity. The open interest gained amidst gain in volumes supportive to the price movement. The contract then closed at Rs.2204 steady as compared to Saturday's trading session. .

### 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 outside Tamilnadu north Andhra Pradesh, coastal Karnataka and Madhya Maharashtra. Rains at present are beneficial for the crop at its initial growing stage.

### TECHNICALS

Candlestick is indicating indecisive trend in the market. Marginal gain in the volumes failed to support the fall in the prices. Prices closed above 9-day EMA, supporting firm trend. MACD is negative and supportive to the bears. 14-day RSI is neutral and moving downwards leaving scope for further fall in prices. Turmeric futures are likely to trade rangebound to weak with slight firmness in prices during the intraday.

Turmeric 0709(NCTMCU7)2007/08/13 - Daily B:2202.00 A:2206.00  
O 2207.00 H 2215.00 L 2194.00 C 2204.00 V 12,170 I 31,890 O



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	2157	2172	2204	2241	2265

### TRADE RECOMMENDATION

Sell NCDEX September Turmeric at Rs.2205-2207 or above with a target of Rs. 2194 and then Rs. 2186 with a strict stop loss of Rs.2214. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	2050-2075	1500
	Gattah	1950-1975	
Erode	Finger	2100-2200	6000
	Gattah	2000-2050	



## ■ CARDAMOM

■ Aug 14, 2007

### SPOT MARKETS

Cardamom auction at Bodinayakanur were cancelled due weak arrivals at the centers. Local buyers are likely to be active in the market on the eve of Onam festival celebrated at Kerala. Picking is of the fresh crop is expected to be in full swing by third week of August. MCX, in order to benefit the farmers and hedgers would accept the capsules of 6 mm and above for delivery form September contract onwards.

### FUTURES MARKETS

MCX Cardamom September futures closed firm by 1.38 percent at Rs.550 as compared Saturday's close price. The futures opened marginally weak at Rs.541. The contract after an initial weakness at Rs.537.5 made an intraday high at Rs.552.5. Fresh buying was witnessed at lower levels. Open interest gained amidst volumes at its highest since the contract inception. The change in close price and open interest indicates long accumulation.

### PRICE DRIVERS

#### Bearish:

1. Negligible export demand

#### Bullish:

1. Domestic production estimated lower
2. Good domestic demand due to festive season

### WEATHER

Rain/thundershowers are likely at most places at Kerala, coastal Karnataka and outside Tamil Nadu. Heavy rains during the initial picking period may damage the crop.

### TECHNICALS

Candlesticks are indicating initial slump and thereafter active bulls in the market. Volumes were at its highest since the contract inception 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 and favours the bulls. 14-day RSI is in neutral region and moving up wards 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 weakness in price on profit booking.

CARDAMOM 0709(MXCAMU7)2007/08/13 - Daily B:548.50 A:550.00  
O 541.00 H 552.50 L 537.50 C 550.00 V 598 T 150,200 I 547 +7.5  
EMA(9) 543.39 (18) 542.79



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX Sept	521.7	532.4	550	568.7	573.9

### TRADE RECOMMENDATION

Buy MCX September Cardamom near Rs.550 or below level with a target of Rs.559.8 and then 563.6 with a strict stop loss of Rs. 545.4. Trade with intraday outlook.

Auction Centre	Prices/Kg (7mm )	Arrivals (Kg )
Bodinayakanur	Closed	-

#### 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.