

■ BLACK PEPPER

■ Aug 13, 2007

SPOT MARKETS

Black pepper markets witnessed a stable trend at the weekend. It was quoted unchanged in benchmark Kochi markets amid no arrivals as well as offtake. Firmness in pepper futures counter has also supported the physical market trend. Traders reported improvement in demand situation at present lower price levels. Moreover, sellers' are not ready to sell at current lower price levels. Indian pepper continues to remain highly competitive in global markets after the recent decline in prices. Global supply situation remain tight with estimated fall in production. 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 higher than previous settlement and the most active September contract tested an intraday low of Rs. 13035 at the opening session of trade. The futures traded upwards thereafter on increased buying support and tested an intraday high of Rs. 13290. September contract finished higher by Rs. 273 or 2.10 per cent. Most active September contract traded in the range of Rs. 13035-13290 during Saturday'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 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 a bearish trend in the market. MACD has made a bullish crossover with its EMA in negative territory. 14-day RSI has entered the neutral region from below, leaving scope for an upward technical correction. Volume as well as 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)2007/08/11 - Daily B:13248.00 A:13249.00
O 13065.00 H 13290.00 L 13035.00 C 13249.00 V 11,770 I 11,976 +273
EMA(9) 13397 (18) 13841



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	12680	12962	13249	13631	13945

TRADE RECOMMENDATION

Buy NCDEX September Black Pepper near Rs. 13150-13175, with a target of Rs. 13350, then at Rs. 13400, with a strict stop loss of Rs. 13025. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	13500	-
	Ungarbled	12900	

SPOT MARKETS

Domestic jeera markets remain on an average quiet during Saturday's trade. It was offered in an unchanged price range in benchmark Unjha market owing to mostly steady arrivals as well as offtake. Activity continues to be limited in the market due to rainfall over 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 against previous settlement and most active September tested an intraday high of Rs. 12270 at the early hours of trade. The futures traded downwards to test an intraday low of Rs. 12125 only to recover back again. The futures manage to finish with some gains in final action. Most active September contract traded in the range of Rs. 12125-12270 during Saturday'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 Gujarat. Isolated rain/thundershowers are likely over the rest region. Heavy rainfall may limit regular trading activity.

TECHNICALS

Candlesticks pattern indicates steady 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 declined as compared to previous settlement. Jeera futures are likely to trade moderately upwards following a steady opening with possibility of some downward movements early in the session.

JEERA 0709(NCJEEU7)2007/08/11 - Daily B:12166.00 A:12180.00
O 12180.00 H 12265.00 L 12125.00 C 12175.00 V 6,267 I 12,351 +28
EMA(9) 12273 (18) 12377



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Sept	11892	11972	12175	12384	12472

TRADE RECOMMENDATION

Buy NCDEX September Jeera at Rs. 12100-12125, with a target of Rs. 12250, then at Rs. 12300, with a strict stop loss at Rs. 12000. 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 market at the Guntur remained closed due to weekly off. The arrivals during the week gained slightly as against previous week. Domestic and overseas demand was good during the initial days and became sluggish there after and failed to support the upmove in the prices. However good export demand is anticipated for days ahead. Chilli prices are likely to trade rangebound to firm for a short term. NCDEX may not launch Chilli December contract as the early harvest is anticipated during mid December. Adding to it ample of warehouse stocks as well as new arrivals is likely to disrupt the futures prices.

FUTURES MARKETS

Red chillies most active September futures closed at Rs.4490 up by 2.25 percent as compared to previous close price. The contract opened firm at Rs.4400 and the futures, initially slipped a Re. down to Rs.4399 and there after surged to make an intraday high at Rs.4498 on fresh buying support. Both volumes and open interest remained subdued as against previous close price. The gain the close 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 coastal Andhra Pradesh. 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 there after active buying. Low volumes did not support 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.

CHLL334GTR 0709(NCGTRU7)2007/08/11 - Daily B:4485.00 A:4489.00
O 4400.00 H 4498.00 L 4399.00 C 4490.00 V 5,085 I 8,745 +99



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	4135	4253	4490	4685	4725

TRADE RECOMMENDATION

Buy NCDEX September Chilli at Rs. 4480-4490 or below with a target of Rs.4538 and then Rs.4563 with a strict stop loss of Rs. 4442. Trade cautiously with intraday outlook.

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

TURMERIC

Aug 13, 2007

SPOT MARKETS

Domestic Turmeric major spot market remained closed due to weekly off. However arrivals at Sangli market were reported around 550 bags and prices for famous Rajapuri variety was quoted at 3800-4400 per quintal. Local demand for the commodity for the days ahead is likely to increase supporting the prices to remain firm for the medium term due to festive season ahead. Active participation of local stockists as well as the overseas buyers will be seen in the market. Turmeric prices are likely to trade rangebound to firm for the days ahead due to anticipation of good domestic demand for the festive seasons.

FUTURES MARKETS

Turmeric most active September futures at NCDEX opened a Re. up at Rs.2212. The futures during the initial trading session witnessed an intraday high at Rs.2220 and there after made a low at Rs.2199 on selling activity. The open interest gained slightly amidst very low volumes not supportive to the price movement. The contract then closed at Rs.2204 marginally down by 0.32 percent as against Friday'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 outside Tamilnadu coastal Andhra Pradesh and Madhya Maharashtra. Rains at present are beneficial for the crop at its initial growing stage.

TECHNICALS

Candlestick is indicating firm opening initial firmness and there after slight weakness in the prices. Marginally low volumes failed to support the fall in the prices. Prices closed above 9-day EMA, supporting firm trend. MACD is negative but moving towards the positive region. 14-day RSI is neutral and moving downwards leaving scope for further fall in prices. Turmeric futures are likely to trade rangebound to firm with slight dip in prices on profit booking.

Turmeric 0709(NCTMCU7)2007/08/11 - Daily B:2204.00 A:2205.00
O 2212.00 H 2220.00 L 2199.00 C 2204.00 V 8,450 I 31,190 -7



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX September	2172	2183	2204	2246	2258

TRADE RECOMMENDATION

Buy NCDEX September Turmeric at Rs.2201-2204 or below with a target of Rs. 2213 and then Rs. 2228 with a strict stop loss of Rs.2203. Trade cautiously with intraday outlook.

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



■ CARDAMOM

■ Aug 13, 2007

SPOT MARKETS

Cardamom auction at Pulianmalai is likely to be held on first week of September. 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 most active September futures closed firm by 0.74 percent at Rs.542.5 as compared Friday's close price. The futures opened a Re up at Rs.539.5. The contra did not witness any lows for the day after opening firm and surged to make an intraday high at Rs.547. Both the volumes and open interest gained slightly to support the up move in the price.

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 firm opening and there after active bulls in the market. Marginal gain in volumes supported the price movement. Prices closed slightly below 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 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 weakness in price on profit booking.

CARDAMOM 0709(MXCAMU7)2007/08/11 - Daily B:540.00 A:541.00
O 539.50 H 547.00 L 539.50 C 542.50 V 236 T 229 I 466 +4

EMA(9) 541.74 (18) 541.94



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX Sept	527.7	534.2	542.5	559.6	566.6

TRADE RECOMMENDATION

Buy MCX September Cardamom near Rs.540-542 or below level with a target of Rs.549.8 with a strict stop loss of Rs. 536.4. Trade with intraday outlook.

Auction Centre

Prices/Kg (7mm)

Arrivals (Kg)

Pulianmalai

Closed

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