

■ BLACK PEPPER

■ Sep 14, 2007

SPOT MARKETS

Domestic black pepper witnessed some firmness during Thursday's trade. It was quoted higher by Rs. 100 per quintal in benchmark Kochi market amid no arrivals as well as offtake. Sellers were not active at lower price levels. Moreover, recovery at the pepper futures counter has also added to the firmness. Traders are expecting domestic demand to improve shortly eyeing the festival season ahead. Typically, the overseas demand also improves during September-October period. Global supply shortage and price competitiveness of Indian pepper has resulted into increased shipment from the country in the past few months and likely to cross the current fiscal year (April 2007-March 2008) target of 30,000 tonnes.

FUTURES MARKETS

Black pepper futures at NCDEX opened higher than previous settlement and most active October contract tested an intraday low of Rs. 12306 at the early hours of trade. The futures traded upwards thereafter on increased buying support and the October contract tested an intraday high of Rs. 12548. Most active October contract finished higher by Rs. 197 or 1.60 per cent after trading in the range of Rs. 12306-12548 during Thursday's trade.

PRICE DRIVERS

Bullish:

1. Global supply shortage is estimated at 60,000 tonnes in 2007
2. Vietnam pepper output estimated lower by 10-20 per cent in 2007

Bearish:

1. Sellers active at higher price levels
2. Weak domestic and overseas demand

WEATHER

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

TECHNICALS

Candlesticks pattern indicates steady to firm opening and initial uptrend. The close above the 9-day EMA indicates that the short-term trend is turning firm again. However, the close below the 18-day EMA is somewhat bearish for the market. 14-day RSI is neutral and moving upwards, leaving room for further upward journey. Volume as well as open interest has increased along with prices, suggesting an upward trend in place. Black pepper futures are likely to trade upwards following a steady to firm opening with possibility of some downward movements later in the session.

Pepper 0710(NCPEPV7)2007/09/13 - Daily B:12505.00 A:12510.00
O 12353.00 H 12545.00 L 12306.00 C 12505.00 V 12,146 I 10,977 +188
EMA(9) 12470 (18) 12581



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX October	12083	12245	12505	12815	12969

TRADE RECOMMENDATION

Buy NCDEX October Black Pepper near Rs. 12425-12450, with a target of Rs. 12575, then at Rs. 12625, with a strict stop loss of Rs. 12325. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	12600	-
	Ungarbled	12000	

SPOT MARKETS

Domestic cardamom prices at Bodinayakanur auctions were quoted weak by Rs. 10 per kg at Rs.450-460 per kg as compared to last week's auction held at same center. Out of total arrivals of 18,500 kg around 17,000 kg was sold. Weak domestic demand despite of festive season coupled with absence of exporters at the auction has suppressed the prices for the commodity during its peak season. However, overseas demand for the commodity is likely to gain momentum on the commencement of the Ramzan festival from 14th September. The long term trend remains firm as the output for the season is likely to decline by 25-30 percent as against last year.

FUTURES MARKETS

Cardamom futures at MCX opened higher than previous settlement and most active October contract tested an intraday low of Rs. 521 at the early hours of trade. The futures traded upwards thereafter and the October contract tested an intraday high of Rs. 527. Most active October contract finished higher by Rs. 2.00 or 0.38 per cent after trading in the range of Rs. 521-527 during Thursday's trade.

PRICE DRIVERS

Bearish:

1. Weak domestic demand.

Bullish:

1. Domestic production estimated lower

WEATHER

Rain/thundershowers are likely at many places over Tamil Nadu and Kerala. Heavy rains may damage the crop.

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 remains in negative territory. Volume has declined, while open interest has increased as compared to previous settlement. Cardamom futures are likely to trade upwards following a steady opening with possibility of some downward movements early in the session.

CARDAMOM 0710(MXCAMV7)2007/09/13 - Daily B:524.00 A:526.50
O 524.00 H 527.00 L 521.00 C 524.50 V 249 T 64,011 I 489 +2
EMA(9) 529.81 (18) 535.23



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX October	513	517	524.5	531	534

TRADE RECOMMENDATION

Buy MCX October Cardamom near Rs. 523 with a target of Rs. 527 and then 529 with a strict stop loss of Rs. 520. Trade cautiously with intraday outlook.

Auction Centre	Prices/Kg (7mm)	Arrivals (Kg)
Bodinayakanur	450-460	18500

CUMIN

Sep 14, 2007

SPOT MARKETS

Domestic jeera prices at the benchmark Unjha market were traded weak on lack of buying interest. Prices for the commodity were traded weak by Rs.20 per 20 kg as against previous trading session. The arrivals and offtake were low at 2500 bags and 4500-5000 bags respectively. Domestic demand was reported to be subdued amidst weak overseas demand from European countries, Bangladesh and Singapore. However, the prices for the commodity in the medium term is likely to trade firm in anticipation of good festive demand in the domestic market. As well as overseas demand for the days ahead due to reports of unfavourable weather at Syria. The stock level for the commodity is reported to be low at 7-9 lakh bags as compared to last year during the same time stock of 15 lakh bags.

FUTURES MARKETS

NCDEX Jeera October futures opened weak at Rs.10400 as against previous settlement. The futures during the early hours witnessed an intraday low at Rs.10329 and thereafter surged to Rs.10548 on short covering. The open interest gained marginally amidst slightly low volumes not supportive to the price move. The contract then closed at Rs.10495 up by 0.85 percent as compared to previous close price.

PRICE DRIVERS

Bullish:

1. Lower domestic and global production

Bearish:

1. Export down 52% in quantity during April-July 2007
2. Moderate domestic, overseas demand

WEATHER

Isolated rainfall is likely over Rajasthan as well as at Gujarat. Heavy rainfall may limit regular trading activity.

TECHNICALS

Candlestick is indicating subdued activity amidst slight firmness due to buying support however not supported due to marginally low volumes and open interest. The close below the 09- day and 18- day EMA is supportive to the weak trend for a medium term. 09-day RSI is in neutral region leaving scope for both way movements. Jeera prices are likely to trade slightly firm followed by steady to firm opening and slight dip towards the close.



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX October	10173	10265	10495	10758	10837

TRADE RECOMMENDATION

Buy NCDEX October Jeera at Rs.10490-10495, with a target of Rs. 10565 then at Rs.10625, with a strict stop loss at Rs.10435. Trade with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2100-2180	
	Ganesh	2300-2340	2500
	Machine Cleaned	2380-2500	

TURMERIC

Sept 14, 2007

SPOT MARKETS

Turmeric prices at the domestic markets continued the weak trend as that of previous trading session. The prices for the commodity at the Nizamabad markets were quoted weak by Rs.25 per quintal at Rs.1875-1900 amidst steady arrivals and offtake. The prices at the Erode markets remained unchanged as that of previous trade amidst 70 % sale of total arrivals of 3300 bags. Domestic demand is reported to be steady amidst selling pressure dominating the market and suppressing the prices. Higher stock level at around 23.30 lakh bags is adding in the selling pressure. However, slight firmness on festive demand is anticipated at the lower levels. Export advices are steady from Gulf and Japan. Prices are likely to trade rangebound to slightly subdue for the days ahead during the week.

FUTURES MARKETS

NCDEX turmeric October contract opened firm at Rs.2063as against last settlement. The futures during the early hours slipped to Rs.2041 and thereafter witnessed a high at Rs.2066 on profit booking. The open interest was steady amidst marginally low volumes not supportive to the price movement. The futures then closed at Rs.2059 slightly up by 0.19 percent as against Wednesday's close price.

PRICE DRIVERS

Bearish:

1. Good stock level for the season.
2. Weak domestic demand

Bullish

1. Good export demand in the market.

WEATHER

Rain / Thundershower are likely Karnataka, Tamil Nadu, and Madhya Maharashtra and over Andhra Pradesh. Rains at present are beneficial for the crop at its growing stage.

TECHNICALS

Candlestick is indecisive amidst low volumes not supportive to the slight upmove in prices. The close below the 9-day and 18-day EMAs is supportive to the weak trend. MACD is flat in the negative zone supportive to bears, while RSI is in oversold region leaving scope for further fall in prices. Turmeric is likely to trade sideways followed by steady opening, initial weakness and slight upmove towards the close.

Turmeric 0710(NCTMCV7)2007/09/13 - Daily B:2058.00 A:2061.00
O 2063.00 H 2066.00 L 2041.00 C 2059.00 V 10,190 I 17,570 +4



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX October	2012	2023	2059	2110	2137

TRADE RECOMMENDATION

Sell NCDEX October Turmeric at Rs.2065-2068 or market open with a target of Rs.2053 and then Rs. 2039 with a strict stop loss of Rs.2073. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1875-1900	1500
	Gattah	1800-1825	
Erode	Finger	2100-2150	3300
	Gattah	2000-2050	

CHILLI

Sept 14, 2007

SPOT MARKET

Chilli prices at the benchmark Guntur market continued the weakness and were quoted low by Rs.100 per qtl at higher level at Rs.3800-4300 per qtl. The arrivals and offtake were low at 40,000-45,000 bags and 15,000 bags respectively. Selling pressure in the market due to high inventories amidst lack of buying interest suppressed the prices for the commodity. Export advices from Bangladesh, Malaysia and Srilanka were steady and are likely to gain on the onset of Ramzan festival beginning from 14th September onwards. Prices are likely to remain rangebound to slightly firm on anticipation of good export advices.

FUTURES MARKETS

Red chillies most active October futures settled down by 1.29 percent at Rs.4574 as against previous close price. The contract opened steady at Rs.4640 and during the early hours witnessed an intraday high at Rs.4670 and thereafter slumped to Rs.4556 on selling pressure. Open interest was slightly down amidst slight upmove in volumes supportive to the fall in prices. The fall in close price and open interest is indicating long liquidation.

PRICE DRIVERS

Bullish:

- Export up by 102% during April-July 2007

Bearish:

- Chilli acreage and output at Andhra Pradesh is likely to go up.

WEATHER

Rain / thundershower are likely over Karnataka and over Andhra Pradesh. Rainfall during the initial growing stage is beneficial for the crop.

TECHNICALS

Candlestick is indicating initial uptrend and thereafter selling pressure and active bears supported by marginal gain in volumes. EMA's are supportive to the firm trend. 9-day RSI is neutral and moving slightly downwards leaving scope for further fall in prices. MACD is steady in positive territory supporting the firm trend. Red chillies futures are likely to weak followed by steady opening and slight upmove towards the close.

CHLL334GTR 0710(NCGTRV7)2007/09/13 - Daily B:4574.00 A:4584.00
O 4640.00 H 4670.00 L 4556.00 C 4574.00 V 2,09514,925 -66
EMA(9) 4563.8 (14) 4519.0



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Oct	4348	4424	4574	4759	4819

TRADE RECOMMENDATION

Sell NCDEX October Chilli at Rs. 4574-4560 or market open with a target of Rs. 4513 and then Rs.4478 with a strict stop loss of Rs. 4593. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	3800-4300	40,000-45,000

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>