

■ BLACK PEPPER

■ Sep 13, 2007

SPOT MARKETS

Domestic black pepper remains on an average stable during Wednesday's trade. It was offered in an unchanged price range in benchmark Kochi market amid no arrivals as well as offtake. Sellers were away from the market at present lower price levels. However, demand continues to remain weak. Traders are expecting demand to improve shortly ahead of the festival season. Higher volatility in recent time has kept the buyers to away from the market. Global supply shortage and price competitiveness of Indian pepper has resulted into increased shipment from the country in the past few months. Long-term fundamentals remains firm, however, in short-term prices may see some consolidation at lower price levels on weak demand for the commodity.

FUTURES MARKETS

Black pepper futures at NCDEX opened higher than previous settlement and most active October contract traded downwards initially to test an intraday low of Rs. 12171 at the early hours of trade. The futures traded upwards thereafter on some buying support at lower price levels and the October contract tested an intraday high of Rs. 12388. Most active October contract traded in the range of Rs. 12171-12388 during Wednesday'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 indecision in the market. The close below the 9-day as well as 18-day EMA is indicating a bearish trend in the market. 14-day RSI is in neutral region, leaving scope for both way movements. MACD has made a bearish crossover with its EMA in negative territory, supporting the weakness in the market. Volume has declined, while open interest has increased as compared to previous settlement. Black pepper futures are likely to trade moderately upwards following a steady to firm opening with possibility of some downward movements later in the session.

Pepper 0710(NCPEPV7)2007/09/12 - Daily B:12329.00 A:12335.00
O 12250.00 H 12388.00 L 12171.00 C 12317.00 V 10,831 I 10,802 +68
EMA(9) 12462 (18) 12592



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX October	11717	11955	12317	12645	12890

TRADE RECOMMENDATION

Buy NCDEX October Black Pepper near Rs. 12200-12250, with a target of Rs. 12390, then at Rs. 12450, with a strict stop loss of Rs. 12075. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	12500	
	Ungarbled	11900	-

SPOT MARKETS

Cardamom prices at the Kumily auction were quoted firm at Rs. 480-490 for 7 mm variety as compared to previous trading session. The arrivals of 40,000 kg were sold completely. Both domestic and Export demand was reported to be supportive feature for the upmove in the prices. The price for the commodity is likely to trade firm for the days ahead on anticipation on improving domestic as well as export demand. Exporter's presence was seen in the market and the demand is likely to gain momentum once the Ramzan festival begins from 14th September.

FUTURES MARKETS

Cardamom futures at MCX opened lower than previous settlement and most active October contract tested an intraday high of Rs. 526 at the early hours of trade. The futures traded sharply downwards thereafter and the October contract tested an intraday low of Rs. 517 during late hours of trading. Most active October contract finished lower by Rs. 2.50 or 0.48 per cent after trading in the range of Rs. 517-526 during Wednesday's trade.

PRICE DRIVERS

Bullish:

1. Domestic production estimated lower by 25-30 %
2. Improving domestic and export demand on festive season.

WEATHER

Rain/thundershowers are likely at many places over Tamil Nadu and Kerala. Heavy rains during the picking period 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 as well as 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)2007/09/12 - Daily B:521.50 A:524.00
O 523.00 H 526.00 L 517.00 C 523.00 V 438 T 106,070 I 440 -2.5
EMA(9) 531.24 (18) 536.55



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX October	510.8	516.3	523	530.5	536

TRADE RECOMMENDATION

Buy MCX October Cardamom near Rs. 520-521 with a target of Rs. 524 and then 525 with a strict stop loss of Rs. 517.5. Trade cautiously with intraday outlook.

Auction Centre	Prices/Kg (7mm)	Arrivals (Kg)
Kumily	480-490	40000

■ CUMIN

■ Sep 13, 2007

SPOT MARKETS

Jeera prices at the domestic Unjha markets continued the stable trend as that of previous session. Prices remained unchanged at amidst gain in arrivals and offtake at 3000 bags and 6000 bags respectively. Export demand is stable and active from European countries, Singapore and Bangladesh and they also reported presence of some demand at lower price levels as a major supportive feature as per trade sources. The long-term outlook for jeera remain firm with the supply shortage, both domestically as well as globally on reports of crop damage at Syria due to unfavourable weather. The near-term outlook seems gloomy until demand improves considerably on the onset of festive season in the country as the demand is likely to be improved.

FUTURES MARKETS

NCDEX Jeera October futures opened weak at Rs.10390 as against previous settlement. The futures during the early hours witnessed an intraday low at Rs.10325 and thereafter surged to Rs.10469 on profit booking. The open interest gained marginally amidst low volumes not supportive to the price move. The contract then closed at Rs.10399 marginally up by 0.36 percent as compared 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

A Doji candlestick is indicating indecisive trend in the market amidst low volumes not a supportive feature. The close below the 09- day and 18- day EMA is supportive to the weak trend for a medium term. 09-day RSI is flat in oversold region leaving scope for the further fall in price. Jeera prices are likely to trade sideways followed by initial weaknesses and thereafter a slight upmove on profit booking.

JEERA 0710(NCJEEV7)2007/09/12 - Daily B:10398.00 A:10400.00
O 10390.00 H 10469.00 L 10325.00 C 10399.00 V 8,949 110,383 -11



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX October	10012	10190	10399	10636	10814

TRADE RECOMMENDATION

Sell NCDEX October Jeera at Rs.10425-10440, with a target of Rs. 10353 then at Rs.10298, with a strict stop loss at Rs.10483. Trade with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2120-2200	
	Ganesh	2320-2360	3000
	Machine Cleaned	2400-2520	

TURMERIC

Sept 13, 2007

SPOT MARKETS

Domestic turmeric prices at the major spot markets were traded steady to weak by Rs.50 per qtl on active selling in the market. At Nizamabad the prices for the commodity was quoted down by Rs.50 at Rs.1900-1925 per qtl amidst steady arrivals and offtake. At Erode markets the prices were steady amidst low arrivals and offtake. Higher stock level at around 23.30 lakh bags is adding in the selling pressure in the market amidst lacklustre demand. However slight firmness on festive demand is anticipated at the lower levels. Export advices for the commodity are steady from Gulf and Japan. Prices for the commodity is like to trade rangebound to slightly subdued for the days ahead during the week.

FUTURES MARKETS

NCDEX turmeric October contract opened a Re. up at Rs.2052 as against last settlement. The futures during the early hours slipped to Rs.2050 and thereafter witnessed a high at Rs.2075 on profit booking. The open interest gained marginally amidst low volumes not supportive to the price movement. The futures then closed at Rs.2055 slightly up by 0.05 percent as against Tuesday'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 isolated over Andhra Pradesh. Rains at present are beneficial for the crop at its growing stage.

TECHNICALS

Candlestick is indicating steady opening and thereafter initial uptrend not supported by the volumes. The close below the 9-day and 18-day EMAs is supportive to the weak trend. MACD is falling in the negative zone supportive to bears, while RSI is in oversold region leaving scope for further fall in prices. Turmeric is likely to test fresh lows during early hours with slight upmove due to profit booking towards the later trading session.

Turmeric 0710(NCTMCV7)2007/09/12 - Daily B:2054.00 A:2056.00
O 2052.00 H 2075.00 L 2050.00 C 2055.00 V 10,570 I 17,570 +4



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX October	2008	2019	2055	2106	2124

TRADE RECOMMENDATION

Sell NCDEX October Turmeric at Rs.2057-2060 or market open with a target of Rs.2044 and then Rs. 2031 with a strict stop loss of Rs.2066. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	1900-1925	1500
	Gattah	1800-1825	
Erode	Finger	2100-2150	3000
	Gattah	2000-2050	

CHILLI

Sept 13, 2007

SPOT MARKET

Domestic Chilli prices at the benchmark Guntur markets traded weak by Rs.200 per quintal on selling pressure due to higher stock level. The arrivals were steady at 50,000 bags and offtake was low at Rs.15,000-20,000 bags. The chilli domestic demand is likely to remain sluggish with slight buying from the local retailers. Export advices from Bangladesh, Malaysia and Sri Lanka were steady and are likely to gain momentum once the Ramzan festival begins from 14th September onwards. Prices of the commodity are likely to remain rangebound to slightly firm on anticipation of good export.

FUTURES MARKETS

Red chillies most active October futures settled firm by 0.66 percent at Rs.4640 as against previous close price. The contract opened firm at Rs.4620 and during the early hours witnessed a low at Rs.4590 and thereafter surged to witness a high at Rs.4653. Open interest gained marginally amidst very low volumes not supportive to the upmove in prices. The gain in close and open interest is indicating long accumulation.

PRICE DRIVERS

Bullish:

1. Export up by 102% during April-July 2007

Bearish:

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

WEATHER

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

TECHNICALS

Candlestick is indicating firm opening initial weakness and thereafter buying at lower levels amidst gain in open interest and low volumes. EMA's are supportive to the firm trend. 9-day RSI is neutral and moving slightly upwards leaving scope for further upmove in prices. MACD is steady in positive territory supporting the firm trend. Red chillies futures are likely to trade firm followed by slight dip towards the close.

CHLL334GTR 0710(NCGTRV7)2007/09/12 - Daily B:4640.00 A:4643.00
O 4620.00 H 4653.00 L 4590.00 C 4640.00 V 2,040 I 4,975 +31
EMA(9) 4561.2 (14) 4510.5



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Oct	4473	4525	4640	4745	4826

TRADE RECOMMENDATION

Buy NCDEX October Chilli at Rs. 4625-4638 or above with a target of Rs. 4681 and then Rs.4703 with a strict stop loss of Rs. 4589. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	3800-4400	50,000

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