

■ BLACK PEPPER

■ Oct 30, 2007

SPOT MARKETS

Black pepper traded firm at the physical markets amidst improved arrivals. Upcountry traders are seen actively covering ahead of Diwali and onset of winter. Reports of lower production estimates and depleting inventories with the major production centres have raised supply concerns in the global market. Good buying support from domestic dealers as well as overseas buyers amidst depleting stocks in the physical market as well as estimated lower production is supporting the domestic market.

FUTURES MARKETS

NCDEX pepper futures traded firm with active selling at higher levels. The most active December contract opened firm at Rs. 15827/qrtl, Rs. 58 above the previous close and traded down initially to test an intraday low of Rs. 15780/qrtl. The prices surged thereafter on good buying support to test an intraday high of Rs. 16110/qrtl. Active selling at higher levels pressurized the market later and the prices dipped to close at Rs. 15900/qrtl. Open interest and volume traded improved as compared to the previous day, suggesting fresh buying.

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
3. Good domestic and overseas demand
4. Sellers ready to sell at higher price

WEATHER

Progress of North East monsoon is casting a shadow on standing crop.

TECHNICALS

Doji formation suggests indecision in the charts; as does a flat RSI in the overbought zone. Close above the 9 and 18 day EMAs and rising MACD in the positive territory indicate further uptrend in place. Stochastic is dipping slightly in the overbought region and is about to make a bearish crossover, suggesting some short term weakness in the market. Pepper futures are likely to trade firm in the next session with some late downward movement. Market is extremely overbought, hence trade with caution.

Pepper 0712(NCPEPZ7)2007/10/29 - Daily B:15900.00 A:15915.00

O 15827.00 H 16110.00 L 15781.00 C 15900.00 V 22,140 I 13,513 +129

EMA(9) 15279 (18) 14756



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX December	14055	15110	15900	16240	16600

TRADE RECOMMENDATION

Buy NCDEX December Black Pepper near 15860-15900, with a target of Rs. 16050, then at Rs. 16100, with a strict stop loss of Rs. 15875. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	15,200	12
	Ungarbled	14,600	

SPOT MARKETS

Domestic cardamom auctions extended the firmness further with the good quality 7 mm capsules being quoted higher by Rs. 5 at 480/kg. Sellers are reportedly withholding their stocks in anticipation of further rise in prices. Indian cardamom remains out priced in the global market, which is restricting the entry of overseas buyers and exporters into the market. The domestic demand which is likely to sustain till the first week of November is extending support to the prices in the short term. Carry over stocks and presence of Guatemalan capsules in the market is seen capping any major upsides in the prices, despite lower production estimates.

FUTURES MARKETS

Cardamom futures traded firm at MCX with active selling at higher levels. The most active November contract opened firm at Rs. 511/kg, Rs. 2.5 above the previous settlement and traded steadily up to test an intraday high of Rs. 518/kg. Sellers emerging at higher levels pressurized the market and the contract slipped to close at Rs. 513.5/kg. Open interest improved marginally amidst lower volumes traded as compared to the previous day.

PRICE DRIVERS

Bearish:

1. Higher prices limiting export queries

Bullish:

1. Domestic and global production estimated lower
2. Improved domestic demand

WEATHER

Heavy rains in the cardamom growing regions of Kerala are posing threat of crop loss.

TECHNICALS

Candlestick pattern suggests a firm opening and further uptrend. Prices closed above 9 day EMA, while RSI is rising in the neutral region, indicating firmness in the market. Stochastic is also rising into the neutral region after a bullish crossover, supporting bullish momentum. MACD is flat in the negative territory, leaving scope for movement in either direction. However, close below 18 day EMA suggest intermediate term bearish posture of the market. Cardamom is likely to trade firm in the next session with late downward movement.

CARDAMOM 0711(MXCAMX7)2007/10/29 - Daily B:513.00 A:514.50
O 511.00 H 518.00 L 511.00 C 513.50 V 112 T 21,372 I 537 +5
EMA(9) 510.95 (18) 514.68



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX Nov	495	505	513.5	522.5	528

TRADE RECOMMENDATION

Buy MCX November Cardamom near Rs. 512 with a target of Rs. 517 and then 519 with a strict stop loss of Rs. 509. Trade cautiously with intraday outlook.

Auction Centre	Prices/Kg (7mm)	Arrivals (Kg)
Bodinayakanur	470	8,000

CUMIN

Oct 30, 2007

SPOT MARKETS

Domestic jeera prices at the Unjha markets declined by Rs.20 per 20 kg on improved arrivals at 5000 and steady offtake of 7500 bags. The prices are likely to improve during the days ahead as the demand for the commodity is likely to remain firm. The demand also strengthened from overseas markets due to political problems in Turkey as well as low prices Indian jeera in the world market. However weak dollar as compared to Indian Re is not supporting the exports. Spices Board of India recently disclosed India's Apr-Sep Jeera exports fell 33.6% on year to 11,250 mt. Jeera prices may be steady to slightly firm on better demand, low output concerns, scarcity of premium quality jeera in global markets coupled with supply disturbances in Turkey.

FUTURES MARKETS

NCDEX Jeera most active December futures closed negative at Rs.11594 down by 1% on short accumulation. The contract moved in the range of Rs.11575- Rs.11820. The November delivery contract moved in the range of Rs.11175 and Rs.11390 and then closed negative at Rs.11184 down by 1.05 % on long liquidation.

PRICE DRIVERS

Bullish:

1. Reduced global production
2. Concerns of less domestic production
3. High export and domestic demand
4. Geo-political problems in Turkey
5. Low stock position

Bearish:

1. April-September Jeera exports in quantity terms fell 33.6% on year.

WEATHER

Mainly dry weather is likely over Jeera growing regions of west India.

TECHNICALS

Jeera chart is displaying an uptrend of prices. Candlestick pattern is indicating initial uptrend and thereafter selling pressure towards the close amidst gain in volumes and open interest supportive to the fall in close. Descending RSI is also favouring the fall in prices. The close above the EMA's and positive MACD is hinting further uptrend in prices. Jeera is likely to trade range bound during the next trading session.

JEERA 0712(NCJEEZ7)2007/10/29 - Daily B:11600.00 A:11613.00
O 11700.00 H 11820.00 L 11580.00 C 11594.00 V 12,735 I 11,370 -101

EMA(9) 11415 (18) 11200



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Dec	11177	11302	11594	11909	12020

TRADE RECOMMENDATION

Buy NCDEX December Jeera below Rs.11495-11505 with a target of Rs. 11595 and then of Rs.11645 with a strict stop loss above Rs.11458. Trade with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2310-2320	
	Ganesh	2500-2540	5000
	Machine Cleaned	2580-2700	



■ TURMERIC

■ Oct 30, 2007

SPOT MARKETS

Turmeric prices at the Erode market improved by Rs.25 per qtl at Rs.2200-2300 per qtl amidst 75 % sale of low arrivals at 2500 bags. At the Nizamabad market the prices remained steady at Rs.2025 per qtl as amidst improved arrivals and offtake of 2000 bags respectively. Domestic demand is reported to be improving on active local as well as stockists buying in the market. Overseas demand is also reported to be steady and a key feature to support the firm prices. The domestic demand may continue to improve slightly ahead of winter season. The Spices Board of India recently revealed Apr-Sep '07 turmeric exports rose 0.8% on year to 25,800 mt. Turmeric prices may be steady to slightly firm in the near term on better demand.

FUTURES MARKETS

NCDEX Turmeric futures extended Saturday's gains. Most active November delivery futures contract started Rs 11 up at Rs 2000, then traded mostly positive in the range of Rs 1991-2048. The futures then closed at Rs.2044 up by 2.61 % as against prior close and witnessed short liquidation. NCDEX December futures advanced in similar fashion. The contract opened firm at Rs 2075, then traded mostly positive between Rs 2063-2133. The contract then closed at Rs.2125 or up by 2.46 % as against Saturdays trading session.

PRICE DRIVERS

Bullish

1. Demand from domestic & overseas markets
2. Apr-Sep turmeric export up 0.8% on year

Bearish:

1. Good stock level for the season at the major growing areas.

WEATHER

Rain/thundershowers may increase at many places over south Coastal AP & TN. Rain/thundershowers are likely at many places in Rayalaseema, Kerala, & at a few places in south interior Karnataka. Rains at present are beneficial for the growth crop.

TECHNICALS

A bullish marubozu is indicating active buying amidst gain in volumes. Rising RSI in neutral region and MACD in negative territory is hinting further uptrend in prices. The close above the EMA's is also favouring the uptrend in prices. Turmeric futures are likely to trade firm during next trading session amidst slight profit booking towards the close.

Turmeric 0711(NCTMCX7)2007/10/29 - Daily B:2042.00 A:2045.00
O 2000.00 H 2048.00 L 1991.00 C 2044.00 V 13,890 I 11,450 +55



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX November	1966	1980	2044	2069	2084

TRADE RECOMMENDATION

Buy NCDEX November Turmeric above Rs.2036-2038 with a target of Rs. 2049 and then Rs.2057 with a strict stop loss below Rs.1966. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	2025	2000
	Gattah	2025	
Erode	Finger	2200-2300	2500
	Gattah	2100-2200	

SPOT MARKET

Chilli trade at the Guntur market remained steady. The prices remained unchanged at Rs. 3800-4300 per qtl while the arrivals improved to 60000 bags amidst steady offtake of 20000 bags. Domestic demand was reported to be subdued while overseas demand from Bangladesh was steady. Selling pressure continued to dominate the market. Arrivals from Madhya Pradesh is reported to be around 7000-8000 bags on regular basis and are expected to gain momentum in the second fortnight of November, which is likely to exert further pressure in the domestic markets. The huge stocks of 25-27 lakh bags in the cold storage are further weakening the sentiments.

FUTURES MARKETS

NCDEX Chilli most active November contract opened weak at Rs. 4435, Rs. 15 down the previous close. The contract traded in the range of Rs.4435 and Rs.4478. Both the volumes and open interest were low as against previous trading session. The futures then closed marginally firm by Rs.2 at Rs.4460 as against previous close price.

PRICE DRIVERS

Bullish:

1. Exports doubled on year during April-September 2007
2. Lower global production estimates

Bearish:

1. Higher acreage and output at A.P
2. Huge stocks in cold storage

WEATHER

Rain/thundershowers are likely at most places over south and north Coastal Andhra Pradesh and Rayalaseema during next 24 hours and decrease thereafter, is beneficial for the crop in its growing stage.

TECHNICALS

Chilli at charts is rangebound a break out on either side is necessary to establish a trend. Low volumes and fall in open interest is not supporting the slight firmness in close. The close above the EMA's is hinting slight uptrend in prices while the RSI is flat in neutral region. MACD is in positive region favouring the firm trend.

CHLL334GTR 0711(NCGTRX7)2007/10/29 - Daily B:4453.00 A:4460.00
O 4435.00 H 4478.00 L 4435.00 C 4460.00 V 87515,280 +10



SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Nov	4368	4388	4460	4520	4553

TRADE RECOMMENDATION

Buy NCDEX November Chilli near Rs. 4445-4450 or below with a target of Rs. 4479 and then Rs.4510 with a strict stop loss of Rs. 4421. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 40 to 45 Kgs
Guntur	LCA 334 (Cold Storage)	3800-4300	60000

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