

## ■ BLACK PEPPER

■ Nov 01, 2007

### SPOT MARKETS

Pepper market which has been on the upward run fell sharply despite reports of a global shortage of 55,000 tonnes. India's pepper production is likely to be 50,000 tonnes in 2008, the same as expected this year. Despite steady production in India, pepper availability is seen short in the global market as falling supplies in other key producing countries will not be able to meet surging demand. Indonesia's pepper output may fall by 57% to 15,000 tonnes in 2008 due to erratic weather. Lower production in any one of the major producers would help Indian exporters.

### FUTURES MARKETS

Pepper futures traded firm at NCDEX after an initial downtrend. The most active December delivery contract opened lower than the previous settlement by Rs. 41 at Rs. 15389 and traded steadily down to test an intraday low of Rs. 15175. Good buying support at lower levels pushed the prices up to close at the day's high of Rs. 15600. Open interest improved, while volume dipped marginally as compared to the previous day.

### 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

Candlestick pattern suggests an initial downtrend and later rebound. Prices closed above short term EMAs, indicating firmness in the market. MACD is rising in the positive territory, while RSI is rising hesitantly into overbought region, supporting firm trend. Stochastic is dipping in the overbought region to make a bearish crossover, indicating some short term weakness. Pepper is likely to trade firm in the next session with some late downward movement. Trade with caution as there is a probability of technical correction.

Pepper 0712(NCPEPZ7)2007/10/31 - Daily B:15595.00 A:15600.00  
O 15389.00 H 15600.00 L 15180.00 C 15600.00 V 18,826 I 13,719 +170  
EMA(9) 15367 (18) 14908



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX December	14055	15110	15600	16110	16240

### TRADE RECOMMENDATION

Buy NCDEX December Black Pepper near 15550-15600, with a target of Rs. 15750, then at Rs. 15800, with a strict stop loss of Rs. 15475. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	14,800	15
	Ungarbled	14,200	

## CARDAMOM

Nov 01, 2007

### SPOT MARKETS

Cardamom auctions extended firmness further amidst improved arrivals. The market is supported by increased domestic demand ahead of Diwali. Traders anticipate further stronger demand once the season of the weddings start. However, there is limited scope for exports as Indian spice is out-priced in the global market. Guatemalan capsules are cheaper than Indian parity by \$3 and this is seen luring the dealers to import the spice. Reports of lower production in the major producing countries have raised supply concerns in the global market.

### FUTURES MARKETS

Cardamom futures traded firm at MCX. The most active November contract opened weak at Rs. 507/kg, Rs. 2 down the previous settlement and traded steadily up to test an intraday high of Rs. 514/kg. The contract dipped slightly thereafter on some selling pressure to close at Rs. 510/kg. Open interest and volume traded improved as compared to the previous day, suggesting fresh buying.

### PRICE DRIVERS

#### Bearish:

1. Higher prices limiting export queries

#### Bullish:

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

### WEATHER

Alternating rains and dry weather is seen favouring the crop growth and harvesting.

### TECHNICALS

Candlestick pattern suggests a weak opening and further uptrend. The close below the short term EMAs and an MACD dipping in the negative region after a bearish crossover, suggest underlying bearish tendency of the market. RSI is flat in the neutral zone and inconclusive, while Stochastic is rising in the neutral region, supporting firmness. Cardamom is likely to trade weak in the next trading session with some late recovery.



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX Nov	495	503	510	518	522.5

### TRADE RECOMMENDATION

Sell MCX November Cardamom near Rs. 510 with a target of Rs. 506 and then 504 with a strict stop loss of Rs. 512. Trade cautiously with intraday outlook.

### Auction Centre

### Prices/Kg (7mm )

### Arrivals (Kg )

Kumily

475

63,000

## CUMIN

Nov 01, 2007

### SPOT MARKETS

Jeera trade at the Unjha markets remained stable as that of previous session. The prices remained unchanged amidst steady arrivals and sale of 3500 and 6500 bags respectively. Festive demand for the spice amidst supply concerns will strengthen the prices during the days ahead. The demand also firm from overseas markets due to political problems in Turkey as well as low prices for Indian jeera in the world market. 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 positive at Rs.11490 or up by 1.75% on long accumulation. The contract moved in the range of Rs.11228- Rs.11540. The November delivery contract moved in the similar fashion in the range of Rs.10821 - Rs.11080 and then closed firm at Rs.11050 up by 1.61 % on long accumulation.

### PRICE DRIVERS

#### Bullish:

6. Reduced global production
7. Concerns of less domestic production
8. High export and domestic demand
9. Geo-political problems in Turkey
10. Low stock position

#### Bearish:

2. 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

Candlestick is suggesting initial slump and thereafter active buying coming in towards the closing. The gain in volumes and open interest supported the fresh buying. The close above the EMA's and ascending RSI is hinting further firmness in the current uptrend in prices. MACD is also in the positive territory supportive to the firm trend. Jeera is likely to trade firm during the initial session and thereafter slight weakness towards the close.

JEERA 0712(NCJEEZ7)2007/10/31 - Daily B:11483.00 A:11490.00  
O 11335.00 H 11530.00 L 11228.00 C 11490.00 V 11,139 111,076 +198  
EMA(9) 11382 (18) 11202



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Dec	10917	11037	11490	11701	11845

### TRADE RECOMMENDATION

Buy NCDEX December Jeera below Rs.11425-11435 with a target of Rs. 11495 and then of Rs.11535 with a strict stop loss above Rs.11398. 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	3500
	Machine Cleaned	2580-2700	





## ■ TURMERIC

■ Nov 01, 2007

### SPOT MARKETS

Turmeric prices at the Erode market remained unchanged at Rs.2250-2350 per qtl amidst 75 % sale of the day's arrival at 6000 bags. Where as at Nizamabad market the prices improved by Rs.25 per qtl to Rs.2025 per qtl amidst very low arrivals and offtake of 800 bags. The improvement in the prices at the futures counter had an impact at the spot market prices. 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 supporting firm prices. Turmeric prices may be steady to slightly firm in the near term on better demand.

### FUTURES MARKETS

NCDEX Turmeric most active December delivery witnessed a volatile trade and futures started weak at Rs.2100, and then traded in the range of Rs.2091 and Rs.2157. The futures then closed at Rs.2151 firm by 2.09 % as against prior close and witnessed long accumulation. NCDEX April 08 closed slightly up after moving in a range of Rs.2345 -2410 after opening marginally weak at Rs.2379. The contract then closed at Rs.2390 or up by 0.21 % as against Tuesdays 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 Andhra Pradesh & Tamil Nadu, and Karnataka. Rains at present are beneficial for the growth crop.

### TECHNICALS

Candlestick is indicating weak opening and thereafter active buying coming in amidst gain in volumes and open interest supportive to the price move. Rising RSI towards the over bought region and MACD in the positive region is favouring further uptrend in the prices. The close above the EMA's is also supportive to the firm trend in prices. Turmeric is likely to trade firm following a steady opening during the next trading session.

Turmeric 0712(NCTMCZ7)2007/10/31 - Daily B:2148.00 A:2150.00  
O 2100.00 H 2157.00 L 2091.00 C 2151.00 V 17,190 112,790 +44



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX December	2053	2069	2151	2187	2205

### TRADE RECOMMENDATION

Buy NCDEX December Turmeric above Rs.2148 with a target of Rs. 2161 and then Rs.2173 with a strict stop loss below Rs.2142. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	2025	800
	Gattah	2025	
Erode	Finger	2250-2350	6000
	Gattah	2150-2250	

## CHILLI

Nov 01, 2007

### SPOT MARKET

Chilli trade at the Guntur spot market remained quiet and the prices were quoted marginally weak by Rs.50 per qtl as against prior trade. The arrivals declined to 50000 bags while offtake was marginally low at 20000 bags. The domestic buying continued to remain subdued. Selling pressure in the market is likely to dampen the prices during the days ahead. Adding to this, ample stocks at around 27 lakh bags at the Guntur warehouse is also a cause concern. Meanwhile overseas demand from Bangladesh was steady. Arrivals from Madhya Pradesh is reported at around 25000 bags on weekly basis and are expected to gain momentum in the second fortnight of November, which is likely to exert further pressure in the domestic markets.

### FUTURES MARKETS

NCDEX Chilli most active November contract opened firm by Rs.15 at Rs. 4425 as against the previous close. The contract traded in the range of Rs.4378 and Rs.4464. Both the volumes and open interest improved as against previous trading session. The futures closed in positive region at Rs.4448 or up by 0.86 % as against previous close price.

### PRICE DRIVERS

#### Bullish:

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

#### Bearish:

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

### WEATHER

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

### TECHNICALS

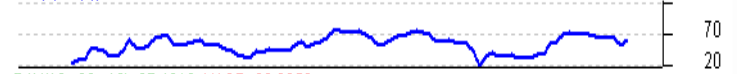
Candlestick is indicating initial slump and witnessed fresh buying at lower levels towards the later session. Surge in volumes and open interest is favouring further uptrend in prices. RSI is rising in the neutral region and MACD is likely to witness a bullish crossover is favouring the firm trend in prices. The close above the EMA is also hinting positive move in prices. Chillies are likely trade range bound to firm during next trading session.

CHLL334GTR 0711(NCGTRX7)2007/10/31 - Daily B:4432.00 A:4448.00  
O 4425.00 H 4464.00 L 4378.00 C 4448.00 V 1,680 I 5,280 +38

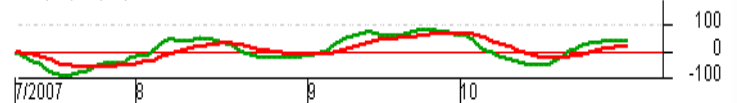
EMA(9) 4431.0 (18) 4399.1



RSI(9,MA(6)) 59.2799



DAV(12, 26, 12) 37.4816 MACD 23.8358



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Nov	4316	4352	4448	4530	4561

### TRADE RECOMMENDATION

Buy NCDEX November Chilli near Rs. 4435-4440 or below with a target of Rs. 4465 and then Rs.4482 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)	3800-4250	50000

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