



## ■ BLACK PEPPER

■ Dec 03, 2007

### SPOT MARKETS

Pepper prices improved further at the domestic markets on limited supplies. There is limited supply in terminal markets, while pepper is moving in large quantities from primary markets to consuming centres in north India evading tax. Indian parity dropped to \$3575-3600, but still remains on the higher side in the international market. Grinders and re-exporters are reportedly importing pepper from cheaper origins to meet their input requirement. Stocks in major origins are depleting, including India. The new crop will come to the market by December-end. Harvest in Wynad and south Karnataka are expected to be bad as rains during pollination have resulted in lower berry set.

### FUTURES MARKETS

NCDEX pepper futures ended firm after an initial downtrend. The most active January contract opened Rs. 15 firm at Rs. 13557 and traded down initially to test a low of Rs. 13412. The contract improved thereafter on increased buying support to test a high of Rs. 13795, before ending 1.54% firm at Rs. 13751. Open interest and volume improved as compared to the previous session, suggesting fresh buying.

### PRICE DRIVERS

#### Bullish:

1. Global supply shortage is estimated at 55,000 tonnes in 2007
2. Global production estimated lower by 20%
3. Sellers ready to sell at higher price
4. Indian pepper out-priced in global market

### WEATHER

Advance of North East Monsoon may hamper the standing crop.

### TECHNICALS

Candlestick formation and close above 9 day EMA suggest firmness in the market. Rising RSI and Stochastic in the neutral region support uptrend. MACD has flattened out below zero line, leaving room for movement in either direction. However, the uptrend is likely to be capped by close below 18 day EMA. Pepper futures are likely to witness some firm trade in the next session with chances of late weakness.

Pepper 0801(NCPEPF8)2007/12/01 - Daily B:13750.00 A:13755.00  
O 13557.00 H 13790.00 L 13412.00 C 13751.00 V 7,642 I 9,772 +207  
EMA(9) 13627 (18) 13832



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX January	12600	12974	13751	14230	14565

### TRADE RECOMMENDATION

Buy NCDEX January Black Pepper near 13725-13775 with a target of Rs. 13875 then at Rs. 13925, with a strict stop loss of Rs. 13675. Trade with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Tonnes)
Kochi	Garbled	13,500	2
	Ungarbled	12,900	

## CARDAMOM

Nov 03, 2007

### SPOT MARKETS

Prices weakened at the domestic auction at Pulianmalai amidst improved arrivals. Good quality colored capsules were quoted lower by Rs. 5 a kg, while all the other lots were weak by Rs. 10/kg. The arrivals are showing a decline for the second season on end, reflecting a poor crop for the second consecutive year. The squeeze in arrivals has led to active buying from the auctions, which is keeping the prices stable at higher levels. Exporters are reportedly buying from the domestic auctions, with selected overseas buyers at the current price. No significant fall in prices is likely in the medium to long term on account of the lower production at the major producing centres. Indian cardamom continues to remain outpriced in the global market, and is quoted higher than the Guatemalan capsules by \$5.

### FUTURES MARKETS

MCX cardamom futures traded volatile. The most active December contract opened Rs. 1.5 weak at Rs. 589.5 and traded up to test a high of Rs. 593.5. The prices slumped thereafter on active selling to test a low of Rs. 582, before closing at Rs. 585. Open interest improved marginally amidst lower volumes 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

Prevailing weather with intermittent rains and sun shine is seen favourable for the crop growth.

### TECHNICALS

Prices remain above the short term EMAs, suggesting firmness. RSI is falling in the neutral region, supporting downtrend, while Stochastic is rising slowly in the neutral region favouring bulls. MACD is rising steadily in the positive territory, indicating increased bullishness in the market. Cardamom futures are likely to trade range-bound with firm tone in the next session.

CARDAMOM 0712(MXCAMZ7)2007/12/01 - Daily B:583.50 A:585.00  
O 589.50 H 593.50 L 582.00 C 585.00 V 151 T 148 I 392 -8  
EMA(9) 579.58 (18) 587.70



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
MCX December	565	570	585	600	605.5

### TRADE RECOMMENDATION

Buy MCX December Cardamom below 583-585 with a target of Rs. 589 and then 591 with a strict stop loss of Rs. 581. Trade cautiously with intraday outlook.

Auction Centre	Prices/Kg (7mm )	Arrivals (Kg )
Pulianmalai	565	15,000

## ■ CUMIN

■ Dec 03, 2007

### SPOT MARKETS

Jeera, spot trade continued to witness a quiet session in the Unjha market. Demand from the domestic as well as the overseas counters remained steady and prices too remained unchanged. The arrivals were steady at 2500 bags while the offtake declined to 5000 bags. Overseas buying from Bangladesh, Europe and Singapore is seen less active in the market and improve after a fortnight. Jeera sowing has started in Saurashtra and the acreage is reportedly lower by 10-20 % as per trade sources. Low stock level for the season at around 3.5 lakh bags is likely to support uptrend in prices in the long term.

### FUTURES MARKETS

NCDEX Jeera most active January contract started weak at Rs.9700. The contract moved in the range of Rs.9601 and Rs.9738. The contract then closed at Rs.9702 marginally weak by 0.09 % as against previous close price and witnessed short accumulation.

### PRICE DRIVERS

#### Bullish:

1. Reduced global production
2. Concerns of less domestic production
3. Decline in acreage for the coming season
4. Low stock position

#### Bearish:

1. April-October 2007 Jeera exports in qty terms fell 21% as against last year

### WEATHER

Dry weather is likely over Gujarat which is favourable during the initial sowing stage. Isolated light rain/thundershowers are likely over Rajasthan from tomorrow night onwards where sowing is yet to be started.

### TECHNICALS

Formation on doji is suggesting an decisive market. The close below the EMA's and descending MACD in the negative territory is favouring the weakness in prices amidst good volumes traded and marginal gain in open interest. RSI and stochastic are moving flat in the oversold region is also favouring the bears. The extremely oversold situation is suggesting traders to trade cautiously while initiating a position. Jeera futures are likely to trade range bound to weak during early hours with a possibility of late recovery in prices.

JEERA 0801(NCJEEF8)2007/12/01 - Daily B:9702.00 A:9719.00  
O 9700.00 H 9738.00 L 9601.00 C 9702.00 V 3,924 I 7,692 -20  
EMA(9) 10001 (18) 10308



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX January	9299	9418	9702	10070	10248

### TRADE RECOMMENDATION

Sell NCDEX January Jeera near Rs.9780 with a target of Rs. 9700 and then of Rs.9645 with a strict stop loss near Rs.9805. Trade with intraday outlook.

Centers	Variety	Prices/20 Kg	Arrival (Bags) 1 bag = 55 to 60 Kgs
Unjha	F.A.Q	2335-2345	
	Ganesh	2525-2565	2500
	Machine Cleaned	2605-2725	



## ■ TURMERIC

■ Dec 03, 2007

### SPOT MARKETS

Turmeric auctions remained closed at the physical market due to weekly off. The price for the spice improved significantly however towards the weekend witnessed slight correction. High price level restricted fresh buying however demand for the commodity is reported to be firm in the market. Meanwhile stockists are holding back the stock in anticipation of further surge in prices. Overseas demand from Gulf, Japan and Europe is also reported to be active. Emerging demand from U. K and South Africa is also adding to the positive tone. Turmeric prices may be steady to moderately firm in the near term on improving demand.

### FUTURES MARKETS

NCDEX Turmeric most active April futures traded weak in a narrow range of Rs.2559 and Rs.2594 after starting a Re. down at Rs.2583. The futures then closed at Rs.2567 weak by 0.99 % as against previous close price and witnessed short accumulation.

### PRICE DRIVERS

#### Bullish

1. Demand from domestic & overseas markets
2. Apr-Oct 2007 export up 4% in terms of qty

#### Bearish:

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

### WEATHER

Isolated rain/thundershowers are likely over coastal Tamil Nadu and dry weather over Kerala, and Andhra Pradesh. Rains at present are beneficial for the growth of the crop.

### TECHNICALS

Candlestick is indicating weak opening and active bears in the market. Gain in volumes and open interest is a supportive feature to the weak close. Descending RSI in the neutral region is favouring slight weakness in prices. MACD is moving flat in the positive region. The close above the EMA's is still favouring the firm trend. Stochastic is extremely overbought and hence this is likely to favour slight weakness in the prices. Turmeric futures are likely to trade range bound to weak during next session.

### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX April	2429	2481	2567	2660	2705

### TRADE RECOMMENDATION

Sell NCDEX April Turmeric above Rs.2587 with a target of Rs. 2571 and then Rs.2560 with a strict stop loss below Rs.2594. Trade cautiously with intraday outlook.

Centers	Variety	Price/Qtl	Arrival (Bags) 1 bag = 90 Kgs
Nizamabad	Finger	Closed	-
	Gattah	-	-
Erode	Finger	Closed	-
	Gattah	2600-2625	-

## CHILLI

Dec 03, 2007

### SPOT MARKET

Chilli, physical markets remained closed due to weekly off. Lack of buying interest featured in Chilli spot market at Guntur during the week. The price for the spice declined significantly during the week and tested the season's lows. The arrivals and offtake remained steady during the week. Demand in the domestic front is reportedly sluggish with no major activity amidst ample supply. Overseas buying was also reported to be subdued from Bangladesh. Chilli prices are likely to witness moderate short term firmness due to anticipation of emerging demand at lower price level. However, huge stock piles at around 23 lakh bags at Guntur may cap the prices from riding high.

### FUTURES MARKETS

NCDEX Chilli most active February futures tested fresh contract lows. The contract moved in the range of Rs.3370 and Rs.3451 after starting weak at Rs.3451. The contract then closed at Rs.3395 low by 2.05 % as against prior close price and witnessed short accumulation.

### PRICE DRIVERS

#### Bullish:

1. Exports during April- Oct 2007 improved by 77% in qty as against last year
2. Lower global production estimates

#### Bearish:

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

### WEATHER

Mainly dry weather is likely over Andhra Pradesh. Rain at present is beneficial for the crop in its growing stage.

### TECHNICALS

Bears continued to dominate chilli futures amidst gain in volumes and open interest. The close below the EMA's and MACD descending in the negative region is suggesting weakness in price. RSI and stochastic is weakening in the extremely oversold region is also cautioning the investors. Chilli futures are likely to trade rangebound to weak during next session with a possibility of late recovery.

CHLL334GTR 0802(NCGTRG8)2007/12/01 - Daily B:3388.00 A:3405.00  
O 3451.00 H 3451.00 L 3370.00 C 3395.00 V 42511,935 -62



### SUPPORT / RESISTANCES

Contract	S2	S1	PCP	R1	R2
NCDEX Feb	3286	3324	3395	3602	3641

### TRADE RECOMMENDATION

Sell NCDEX February Chilli near Rs. 3430 or below with a target of Rs. 3400 and then Rs.3385 with a strict stop loss of Rs. 3444. Trade cautiously with intraday outlook.

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

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