

## RED CHILLI

### Spot Market Recap

- In Guntur, lower Chilli arrivals were reported during the week under review.
- New crop arrivals are progressing well. Due to high moisture content traders and local curry powder manufacturers still prefer old stocks from the cold storage in Andhra Pradesh.
- In Tamil Nadu, chilli is in vegetative stage.

### Fundamental Analysis

#### Red Chilli Arrival Scenario:

Market	% Change Over Previous Week	Arrivals during the week (29 <sup>th</sup> Dec 2012 – 4 <sup>th</sup> Jan 2013) in bags	Arrivals during the week (22 <sup>nd</sup> Dec 2012– 28 <sup>th</sup> Dec 2012) in bags	Arrivals during the week (29 <sup>th</sup> Dec 2011 – 4 <sup>th</sup> Jan 2012) in bags
Guntur(Andhra Pradesh)	<b>-10.52</b>	170000	190000	150000

1Bag=45 Kgs

Lower arrivals were reported in the spot market during the week period.

In Madhya Pradesh, New crop arrivals are progressing well. Due to high moisture content traders and curry powder manufacturers still prefer old stocks from the cold storage in Andhra Pradesh. Preliminary estimates of crop still around 4 to 4.5 million bags (1 bag = 40 Kgs). Price wise no major variation. Arrivals are already being seen in Guntur market.

In Andhra Pradesh, Dry weather prevailed in Andhra Pradesh state during this week. There are mixed reports of crop development from this region. According to the Andhra Pradesh agriculture department, chilli sowing for Rabi season has been completed in 0.30 lakh hectares as of December 12, 2012. The sown area is down by 30% against 0.43 lakh hectares reported during same time last year.

In Karnataka, Dry weather prevailed in the state during last week. Chillies crop is in advanced stage of development. Small quantities of new crop have started arriving. Overall a 20% reduction in crop area is foreseen as farmers have shifted to cotton cultivation.

In Tamil Nadu, More than 58% Chillies grown in this region is rain-fed. Panic stricken farmers are looking for State Government to negotiate with neighbouring States for implementation of the water sharing proposal with regularity. Desperation is driving farmers to extremities.

Prices are expected to improve in the coming months but the huge carryover stocks in cold storage will cap the gains. According to agriculture department's forecast price should stabilize in the range of Rs 50 to Rs 55 per kg and may improve for premium quality.

### Spot Prices Weekly Change

Commodity	Centre& Variety	% Change Over Previous Week	Prices (Rs/Qtl)		
			Current (4-1-2013)	Week Ago (28-12-2012)	Month Ago (4-12-2012)
Red Chilli	LCA 334	<b>+1.85</b>	4500-5500	5000-5400	5400-5600
	Teja	<b>-2.50</b>	7000-7800	7000-8000	8200-8500
	No.5	<b>-1.61</b>	5800-6100	5800-6200	6200-6400
	No.273	<b>-3.17</b>	5800-6100	6000-6300	5900-6100
	Fatki	<b>Unch</b>	2100-2500	2100-2500	2200-2400
	Byadgi	<b>-8.33</b>	5000-5500	5800-6000	5700-6100

**Red Chilly weekly Price Chart (Future market, Continuous chart)**


Candlesticks chart pattern reveals bullish sentiment in the market. RSI is moving up in the overbought region indicates prices may correct in the market. Prices closed above 9 days and 18 days EMAs indicates bullish sentiment in the market. 6230 level may take strong supports level for short term.

**Expected Price Range of Red Chilly in Guntur spot market (INR/Qtl): 6230 - 6460.**

## **TURMERIC**

### **Spot Market Recap**

- Higher arrivals were reported in Turmeric market during the period.
- Local market remained mixed as key growing regions are reporting shortfall in production and insufficient monsoon rains is adding to farmer's woe.
- Stockists are the main buyers and market movers.
- Fresh supplies from the new crop season would arrive from January.

### **Fundamental analysis**

#### **Turmeric Arrival Scenario:**

Market	% Change during corresponding period last week	Arrivals during the week (29 <sup>th</sup> Dec 2012 – 4 <sup>th</sup> Jan 2013) in bags	Arrivals during the week (22 <sup>nd</sup> Dec 2012– 28 <sup>th</sup> Dec 2012) in bags	Arrivals during the week (29 <sup>th</sup> Dec 2011 – 4 <sup>th</sup> Jan 2012) in bags
Nizamabad (AP)	+15.62	3700	3200	3200
Erode (TN)	Unch	21000	21000	39000

1 bag = 75kgs

Higher arrivals were reported during the week period in the spot market. However, next crop likely to be 25% lower as farmers are not willing to invest further due to prevailing low prices.

The area under turmeric cultivation is lower due to scant rainfall during the current year and a shift in acreage to other crops. But higher carry-forward stocks are expected to keep supplies firm.

Demand from north Indian buyers has been good and is expected to stay firm in the near term.

Stockists have been the main buyers so far. Orders from North India and export enquiries have been normal and too little to outstrip supplies. New crop is looking good. Carryover stocks are huge and estimated to be around 3 million (70 Kg) bags and will continue to cap the upside.

### Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (4-1-2013)	Week Ago (28-12-2012)	Month Ago (4-12-2012)	Year Ago (4-1-2012)
Turmeric	Nizamabad-Nizam Cold	Unch	5700	5700	4800	5300
	Erode-Finger	+3.22	6100-6400	5900-6200	5200-5500	4500-4800

### Turmeric weekly Price Chart (Future market, Continuous chart)



Candlestick chart pattern reveals bullish sentiment in the market. RSI is moving up in overbought region which may indicates prices correct in near term. Prices closed above 9 days and 18 days EMAs indicates to bullish sentiment in the market. 6590 seems like a strong support level.

**Expected Price Range of TMC Nizamabad spot market: 6590-7120.**

### CUMIN SEED (JEERA)

#### Spot Market Recap:

- Lower arrivals were reported in the cumin seed spot market during the week period.
- According to markets sources, about 75 per cent of the export target has been achieved due to a supply crunch in the global markets.
- Export demand should rise in the coming days as supplies from Syria and Turkey are negligible in the global market.

#### Fundamental analysis

##### Jeera Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (29 <sup>th</sup> Dec 2012 – 4 <sup>th</sup> Jan 2013) in bags	Arrivals during the week (22 <sup>nd</sup> Dec 2012– 28 <sup>th</sup> Dec 2012) in bags	Arrivals during the week (29 <sup>th</sup> Dec 2011 – 4 <sup>th</sup> Jan 2012) in bags
Unjha (Gujarat)	<b>-33.33</b>	15000	22500	29000

Unjha 1 bag = 55kgs

Lower arrivals were reported during the week period as against the last week.

In Gujarat, sowing operations are on their final stage now in most parts of the state. So far weather is favourable and supportive for sowing. Sowing in Turkey and Syria will be in March.

Local buyers like stockists and Masala millers were the major buyers in the domestic market.

In the international market, Indian cumin seed one percent quoted at USD 2,800-2,825 ton (cnf) Singapore. However, Turkey and Syria are not offering. Sowing in Turkey and Syria will be in March.

#### Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (4-1-2013)	Week Ago (28-12-2012)	Month Ago (4-12-2012)	Year Ago (4-1-2012)
Cumin Seed	Unjha-Loose	<b>+1.81</b>	13800-14000	13750	13500	13650-13850
	Jodhpur – Loose	<b>Unch</b>	13500	13500	13800	15500

**Jeera weekly Price Chart (Future market, Continuous chart)**


Candlestick chart pattern reveals range bound movement in the market. Prices closed above 9 days and 18 days EMAs in the market. RSI is moving up in neutral region indicates bullish sentiment in the market. Prices may take immediate support at 14260 levels in coming days.

**Expected Price Range of Jeera at Unjha (INR/Qtl): 14260-14870.**

## **BLACK PEPPER**

### **Spot Market Recap**

- In Kochi market, higher arrivals were reported during the week under review.
- In Kerala Idduki district pepper production may increase 15 – 20 percent as compared to the last year.
- Indonesia has recorded a 15% increase in its pepper exports over the first eight months of this year.

### **Fundamental Analysis**

#### **Black Pepper Arrival Scenario**

Market	% Change during corresponding period last week	Arrivals during the week (29 <sup>th</sup> Dec 2012 – 4 <sup>th</sup> Jan 2013) in bags	Arrivals during the week (22 <sup>nd</sup> Dec 2012– 28 <sup>th</sup> Dec 2012) in bags	Arrivals during the week (29 <sup>th</sup> Dec 2011 – 4 <sup>th</sup> Jan 2012) in bags
Kochi (Kerala)	<b>+22.00</b>	61	50	53

In Kochi, pepper arrivals were reported higher by 11 tonnes to 61 tonnes against 50 tonnes during the last week.

There was good domestic demand as the pipelines in the upcountry markets are empty. Pongal demand from Tamil Nadu was also visible. End users were also said to be in need of the material. But, availability continued to remain thin. According to IPC, production and export estimates of pepper in 2012 would be around 324,000 mt and 249,000 mt respectively, as against 317,700 mt and 246,200 mt in 2011.



Taking into account of stock brought forward from 2011, import and domestic consumption in 2012, around 85,750 mt would be carried forward as stocks for 2013.

#### Export of Pepper from Indonesia:

Production of pepper in Indonesia increased significantly in 2012 as reflected in the development of exports in the second half of the year. Due to very tight stock at the beginning of the year, monthly exports in the first half of the year were very limited, except in February. Starting from July 2012, after new material from this year crop arrived in the market, export of pepper from Lampung increased significantly.

During July – October 2012 export of black pepper from Lampung was 25,600 mt as against 4,700 mt in the same period last year. In the case of white pepper, the export also increased at lower rate.

#### International Prices:

In the international market Indian black pepper for Europe quoted at USD 7,350 per ton and February shipment offered at USD 6,700 per ton C&F.

#### Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (4-1-2013)	Week Ago (28-12-2012)	Month Ago (4-12-2012)	Year Ago (4-1-2012)
Black Pepper	Kochi-Ungarbled	+2.19	37300	36500	37200	31900
	Kochi-Garbled	+2.10	38800	38000	38700	33400
	New Delhi-Unpolished	Unch	42500	42500	43000	34000
	New Delhi-Number 11.5	--	--	--	--	--

#### Black Pepper weekly Price Chart (Future market, Continuous chart)



Candlesticks chart pattern indicates bearish sentiment in prices in the market. RSI is moving down in overbought zone indicates prices may go down in the near term. Prices closed below 9 days and 18 days EMAs. Prices may take immediate support at Rs.34820 level in coming days.

**Expected weekly black pepper price range: 34820 – 36130.**

## CARDAMOM

### Spot Market Recap

- In Kochi, Cardamom arrivals were reported higher during the week period.
- Exporters were reported inactive at higher prices level.
- India produced a bumper crop of 22,000 tonnes during 2011-12. However, current year expected at only 18,000 tonnes because of delayed rain and crop damage.

### Fundamental Analysis:

#### Cardamom Arrival Scenario

Market	%Change during corresponding period last week	Arrivals during the week (29 <sup>th</sup> Dec 2012 – 4 <sup>th</sup> Jan 2013) in bags	Arrivals during the week (22 <sup>nd</sup> Dec 2012– 28 <sup>th</sup> Dec 2012) in bags	Arrivals during the week (29 <sup>th</sup> Dec 2011 – 4 <sup>th</sup> Jan 2012) in bags
Vandanmedu, Thekkady, Kochi, Kumily, Nedumkandam, Santhanpara & Bodinayakanur (Kerala)	+17.61	224759	191104	437855

Higher arrivals were reported during the week period.

Sources revealed that, India produced a bumper crop of 22,000 tonnes during 2011-12. However, current year expected at only 18,000 tonnes because of delayed rain and crop damage. Carry forward stocks expected 4000 – 5000 tonnes during the current period.

Higher global production prospects may limit sharp rise in prices. Guatemala is estimated to produce around 32000 tonnes. Guatemala crop may come to India by January first week. Sources revealed that, more than 50 containers were booked during the November month; two other importers were Pakistan and Bangladesh.

### Spot Prices Weekly Change

Centre	Commodity & Variety	% Change Over Previous Week	Average Auction Prices (Rs/Qtl)			
			Current (4-1-2013)	Week Ago (28-12-2012)	Month Ago (4-12-2012)	Year Ago (4-1-2012)
Vandanmedu, Thekkady, Kochi, Nedumkandam, Kumily, Santhanpara & Bodinayakanur (Kerala)	Small Cardamom	-4.81	804.93	845.62	837.17	--

**Cardamom Weekly Price Outlook (Future market, Continuous chart)**


Candlesticks chart pattern reveals range bound movement in the market. RSI is moving down in neutral zone indicates prices may go down in the market. Prices closed above 9 days and 18 days EMAs also indicates bullish sentiment in the market. 940 might act as strong support level.

**Expected weekly cardamom price range: 940-1015.**

**CORIANDER SEED**
**Spot Market Recap**

- Mostly lower arrivals were reported in major coriander market during the week.
- North India is reeling under severe cold and this might impact the yield.
- Coriander area down in Madhya Pradesh and Rajasthan region which is estimated to be lower by around 35- 40 percent during the period.
- Coriander area shifted to other crop like Wheat, Chana and Mustard crop during the period.
- In Madhya Pradesh lower coriander stocks were reported during the current period as compared to the last year.

**Fundamental analysis**
**Coriander Arrival Scenario:**

Market	% Change during corresponding period last week	Arrivals during the week (29 <sup>th</sup> Dec 2012 – 4 <sup>th</sup> Jan 2013) in bags	Arrivals during the week (22 <sup>nd</sup> Dec 2012– 28 <sup>th</sup> Dec 2012) in bags	Arrivals during the week (29 <sup>th</sup> Dec 2011 – 4 <sup>th</sup> Jan 2012) in bags
Kota	+9.09	18000	16500	6700
Ramganj	-9.62	12200	13500	7500
Baran	-12.50	14000	16000	6500

1 bag=40 kg

Lower arrivals were reported in the coriander spot market. At lower price level producers were not releasing their produce in the spot market.

Internal demand from local curry manufactures as well global demand is likely to rise in coming months.



There are unofficial reports of a lower production in Eastern European countries. Crop in Eastern Europe is also believed to be 20% lower. Carryover stocks are high. Prices may recover in the long run as internal demand from local curry manufactures as well global demand is likely to rise in coming months.

### Spot Prices Weekly Change

Commodity	Centre & Variety		% Change Over Previous Week	Prices (Rs/Qtl)		
				Current (4-1-2013)	Week Ago (28-12-2012)	Month Ago (4-12-2012)
Coriander Seed	Ramganj	Badami	+5.81	4500-4550	4300	4100-4300
		Eagle	+6.81	4700	4400	4300-4350
		Scotter	+7.60	4950	4600	4650
	Kota	Badami	+7.05	4550	4250	4100
		Eagle	+6.89	4650	4350	4200
	Baran	Badami	+10.58	4700	4250	4000
		Eagle	+10.11	4900	4450	4050

### Coriander Weekly Price Chart (Future market, Continuous chart)



Candlestick chart pattern reveals bullish sentiment in the market. RSI is moving up to overbought zone indicates prices may correct in short term. Prices closed above 9 days and 18 days EMAs in the market. 5720 level is a strong supports level in short term.

**Expected Price Range of Coriander Kota spot market: 5720-5970.**

### 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> © 2005 Indian Agribusiness Systems Pvt Ltd.