

### CUMIN SEED

#### Market Analysis:

- Cumin seed prices remained steady amid weak demand due to holiday season.
- However sources added that markets sentiments may remain weak as weather has cleared in Gujarat.
- Markets sentiments also remained weak as stockists demand remained weak
- Sources added that carryover stocks of jeera with the local stockiest is around 7-8 lakh bags and this is low.
- India's production this year could be lower compared to last year due to bad weather conditions in Gujarat and Rajasthan.
- Gujarat is expected to produce 30% less compared to last year.
- However Rajasthan is expected to produce little more due to increase in sowing intentions from farmers this year.

***We expect Cumin seed prices to trade slightly weak in the short term due to weak demand and clear weather over Gujarat. Price trend in the medium to long term may depend on weather over growing regions, production estimates and export demand.***

#### Technical Analysis:

- Candlestick formation reveals indecision.
- Prices have closed above the 9 and 18-day EMAs suggests firm trend in short term.
- MACD and RSI are moving up supports bullish sentiments.
- Cumin seed prices are likely to remain range bound with a firm bias in next trading session.

#### Weather:

Dry weather conditions over Gujarat and Rajasthan may assist the crop development.

#### Price Drivers:

No.	Pressure Point	Favours
1	Weak stockists demand	Bears
2	Favourable weather over Gujarat	Bears
3	Weak futures counter	Bears
4	Weak export demand	Bears
5	Lower productions estimates	Bulls

#### SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-01-11	31-12-10	Change
Loose	Unjha	12675	12675	-
Machine Cut		14150	14150	-
NCDEX		13625-	13625-	-
Quality		13750	13750	-

#### Arrivals and Offtake in bags: (1 bag=55 Kg)

	03-01-11	31-12-10
Arrivals	3500	4000
Offtake	5000	5000

JEERA 1102(NCJEEG1)2011/01/03 - Daily B:14775.00 A:14810.00  
O 14790.00 H 14878.00 L 14586.00 C 14780.00 V 4,908 I 14,268 +25  
EMA(9) 14650 (18) 14604



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	BUY	14750-14755	14903	14928	14661	14326	14456	14780	15040	15202

### BLACK PEPPER

#### Market Analysis:

- Kochi Black pepper physical markets ended higher as demand rebounded from lows.
- Markets sentiments remained firm as stockists demand remained firm.
- Sources added that firm futures have influenced the buying in the cash markets on Monday.
- Markets sources however added that demand would outweigh supply in the long term this may keep supporting the uptrend.
- Export demand is weak due to holiday season in the U.S and Europe.
- However lower carry-forward and lower production may limit losses in the markets.

**Pepper prices may trade firm in the short term on firm domestic demand. In the medium and long term price trend will depend on the availability and arrivals in the market.**

#### Technical Analysis:

- Candlestick formation reveals bullish sentiments.
- Prices closed above 9 and 18-day EMAs thus supporting the firm momentum in short term.
- MACD is moving up supports bullish sentiments.
- RSI is moving up in the overbought region and is warranting caution to the bulls.
- Black Pepper futures are likely to trade range bound with a firm bias in next trading session.

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu, Karnataka and Kerala.
- This may disrupt the arrivals in the markets.
- This may also lower the quality of the crop.

#### Price Drivers:

No.	Pressure Point	Favours
1	Lower arrivals	Bulls
2	Unfavorable weather for harvests	Bulls
3	Firm domestic demand	Bulls
4	Lower carry-forward stocks	Bulls
5	Weak export demand	Bears

#### SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-01-11	31-12-10	Change
Ungarbled	Kochi	21800	21200	+600
Garbled		22300	21700	+600

#### Arrivals and Offtake in Tonnes:

	03-01-11	31-12-10
Arrivals	30	20
Offtake	35	20



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jan	BUY	23250-23255	23488	23546	23102	22650	23040	23430	23655	23880

### TURMERIC

#### Market Analysis:

- The turmeric key cash markets remained steady on Monday as arrivals remained on the lower side.
- Sources added that stockists demand remained weak and all the sources want to buy the new crop.
- Sources however added that this year about 5-10% losses could be seen due to bad weather conditions in the initial sowing period.
- However, traders still estimate a rise in production to 60-65 lakh bags vs. 40-45 lakh bags last year due to higher sowing intentions.
- Weak export demand due to the holiday season in U.S and Europe could also weaken the prices.
- Carry-forward in Erode remains between 50,000-75,000 bags.

***In the short-term turmeric prices may trade range to firm on lower arrivals. In the medium to long-term the price trend may depend on this year's output estimates and demand.***

#### Technical Analysis:

- Candlestick formation reveals selling pressure.
- Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD is flat suggests sideways market.
- RSI is moving down suggests bearish market.
- Turmeric futures are likely to trade range bound with a weak bias in next trading session.

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu and certain parts of A.P.
- This may disrupt harvesting of the crop.

#### Price Drivers:

No.	Pressure Point	Favours
1	Higher output estimation	Bears
2	Higher acreage estimates	Bears
2	Weak stockists demand	Bears
4	Losses could be seen	Bulls
5	Lower carry-over stocks	Bulls

#### SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-01-11	31-12-10	Change
Finger	Erode	16150-	16150-	-
		16550	16550	-
Gattah	Erode	16050-	16050-	-
		16450	16450	-
Nizam	Nizamabad	16800	16800	-

#### Arrivals and Offtake in bags: (1 bag=90 Kg)

	Centre	03-01-11	31-12-10
Arrivals	Erode	3000-3500	4000
Offtake		2500	2500-3000
Arrivals	Nizamabad	No Arrivals	300
Offtake		No Offtake	300



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	10205-10210	10103	10077	10276	9886	10008	10130	10316	10502

### RED CHILLIES

#### Market Analysis:

- Red chilli prices cash markets surged higher on Monday as reports crop losses in A.P have started to push the markets higher.
- Sources added that seeing higher prices stockists and farmers released more stocks which have not caused weakness.
- Sources however say that due to the untimely rains losses could be seen.
- Last year production was 1.5 crore bags and this year production could decline to 1.25 crore bags.
- Export demand remains weak and could take the markets further down.
- However over the last few days' weather conditions has remained better and could help the crop development.

***In the short term red chilli prices show some weakness due to higher arrivals. In the long term market trend may depend on weather conditions, export demand and production of the crop.***

#### Technical Analysis:

- Red Chilli chart is charting into uncharted territories.
- Candlestick formation reveals bullish sentiments.
- Prices closed above 9 and 18-day EMAs thus supporting the bullish momentum in the short term.
- MACD is flat suggests sideways market.
- RSI is flat in the overbought zone and is warranting caution to the bulls.
- Red Chilli futures are likely to trade range bound with a firm bias in next trading session.

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu and Rayalaseema may hinder harvesting of the crop.
- This may also lower the quality of the crop.

#### Price Drivers:

No.	Pressure Point	Favours
1	Lower production estimates	Bulls
2	Firm export demand	Bulls
3	Crop losses expected	Bulls
4	Weak domestic demand	Bears
5	Favourable weather conditions	Bears

#### SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-01-11	31-12-10	Change
Cold Storage		6800-7800	6800-6900	+900
Teja	Guntur	8300-8400	8100-8300	+100
Bedki		8500-9500	8800	+700

#### Arrivals and Offtake in bags: (1 bag=45 Kg)

	03-01-11	31-12-10
Arrivals	60000	60000
Offtake	60000	50000



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	BUY	8830-8835	8923	8945	8772	8362	8644	8926	9144	9362

### CARDAMOM

#### Market Analysis:

- Cardamom markets ended higher on Monday as arrivals declined in the local markets.
- Sources also added that markets may see some further uptrend due to bad weather and arrivals could decline.
- On the other hand, weak production in India and Guatemala is however likely to support any uptrend in the market.
- India is expected to produce 10,000 tonnes compared to 13,000 tonnes.
- Guatemala is expected to produce 20,000 tonnes compared to 23,000 tonnes.
- Export demand has also remained weak due to holiday season abroad.

***We believe that cash markets may rebound following lower arrivals. In the longer run markets could remain firm on lower output from Guatemala and India.***

#### Technical Analysis:

- Candlestick formation is revealing indecision.
- Prices are above 9 and 18-day EMAs supporting bullish momentum in the short term.
- MACD is flat suggesting sideways market.
- RSI is flat in the overbought zone and is warranting caution to the bulls.
- Cardamom futures are likely to trade range-bound with weak bias in next trading session.

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu, Karnataka and Kerala.
- This may disrupt the arrivals in the markets.

#### Price Drivers:

No.	Pressure Point	Favours
1	Weak demand	Bears
2	Weak export demand	Bears
3	Lower arrivals	Bulls
4	Lower production from India and Guatemala	Bulls
5	Unfavourable weather conditions for harvesting	Bulls

#### SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	03-01-11	31-12-10	Change
Small	Max Auction Price	Santhan para & Bodinay akanur 1392.5-1551	1564.5	-13.5
	Average Auction Price	1290.61-1428.48	1393.83	+34.65

#### Arrivals and Offtake in Kgs:

	03-01-11	31-12-10
Arrivals	16933	40777
Offtake	16314	39289



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Jan	SELL	1620-1622	1604	1599	1633	1567	1583	1600.8	1639	1657

### CORIANDER SEED

#### Market Analysis:

- Coriander seed prices ended firm on Monday amid higher arrivals in Ramganj.
- Sources say that the cash markets are being influenced by firm futures counter on Monday.
- Markets also moved higher after stockists demand improved in the market.
- Markets sentiments however look bearish in the longer run after sources revealed that this year production will be higher.
- Demand remains weak and may continue to pull the markets lower in the longer run.
- Sources also added that rains in Rajasthan could aid the crop.
- Production this year is expect to cross 1 crore bags this year which also lead to further weakness in prices.

***We expect coriander prices to move higher influenced by higher futures counter. In the medium to long term price trend may depend on production estimates and demand in the market.***

#### Technical Analysis:

- Coriander chart is charting into uncharted territories.
- Candlestick formation is revealing bullish sentiments.
- Prices are above 9 and 18-day EMAs supporting bullish momentum in the short term.
- MACD is moving up suggests bullish market.
- RSI is moving up in the overbought zone and is warranting caution to the bulls.
- Coriander seed futures are likely to trade range-bound with firm bias in next trading session.

#### Weather:

Dry weather conditions over M.P and Rajasthan may assist the crop development.

#### Price Drivers:

No.	Pressure Point	Favours
1	Lower arrivals	Bulls
2	Firm futures counter	Bulls
3	Firm stockists demand	Bulls
4	Favourable weather over growing regions	Bears
5	Higher carry-over stocks	Bears

#### SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-01-11	31-12-10	Change
Badami	Ramganj	3350	2950-3000	+350
Eagle		3400	3050-3100	+300

#### Arrivals and Offtake in bags: (1 bag=40 Kg)

	03-01-11	31-12-10
Arrivals	3500-4000	1500-2000
Offtake	4000	2000



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	BUY	4650-4655	4702	4710	4620	4468	4590	4711	4772	4832

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