

CUMIN SEED

Market Analysis:

- Cumin seed prices fell as demand remained weak and arrivals remained on the higher side.
- Sources also added that markets sentiments may remain weak as weather has cleared in Gujarat aiding the crop development.
- Markets sentiments also remained weak as stockists demand remained weak.
- All market participants are going along with the wait and watch policy and want to buy the fresh crop which may come in February.
- However lower carryover stocks and lower production estimates this year may reduce losses.
- India's production this year could be lower compared to last year due to untimely rainfall 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 range bound to weak in the short term as weak demand and clear weather over Gujarat could take prices lower. 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 bullish sentiments.
- Prices have closed below the 9-day EMAs suggests weak trend in short term.
- MACD and RSI are moving up supports bullish sentiments.
- Cumin seed prices are likely to remain range bound with a weak 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 export demand	Bears
4	Lower carry over	Bulls
5	Lower productions estimates	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-01-11	07-01-11	Change
Loose	Unjha	12575	12625	-
Machine Cut		14050	14100	-
NCDEX Quality		13525-	13575-	-

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

	08-01-11	07-01-11
Arrivals	3000	3000
Offtake	4000	5000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	14750-14755	14603	14566	14849	14463	14537	14707	14855	14940

BLACK PEPPER

Market Analysis:

- Kochi Black pepper physical markets remained sideways amid lower arrivals in Kochi.
- However, untimely rains in the interior part of Kerala have disrupted harvest.
- Markets sentiments remained firm as domestic demand also remained firm at lows.
- Sources added that there were more domestic buyers than sellers and that aided the price rise of spot market.
- Markets sources however added that demand would outweigh supply in the long term this may keep supporting the uptrend.
- Export demand is could see a rebound this week as U.S and Europe have come out of the holiday season.
- Sources also added that lower carry-forward and lower production may support the uptrend in the markets.

Pepper prices may trade range bound to steady in the short term. In the medium and long term price trend will depend on the availability and production estimates in India.

Technical Analysis:

- Candlestick formation reveals bearish sentiments.
- Prices closed below 9-day EMAs thus supporting the weak momentum in short term.
- MACD is moving up supports bullish sentiments.
- RSI is flat reveals sideways market.
- Black Pepper futures are likely to trade range bound with a firm bias in next trading session.

Weather:

- Scattered thundershowers would occur over South Interior 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	Unfavorable weather for harvests	Bulls
2	Firm domestic demand	Bulls
3	Lower carry-forward stocks	Bulls
4	Weak export demand	Bears
5	Higher arrivals	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-01-11	07-01-11	Change
Ungarbled	Kochi	21500	21500	-
Garbled		22000	22000	-

Arrivals and Offtake in Tonnes:

	08-01-11	07-01-11
Arrivals	20	30
Offtake	20	30

Pepper 1101(NCPEPF1)2011/01/08 - Daily B:22770.00 A:22780.00
O 22890.00 H 22967.00 L 22735.00 C 22780.00 V 1,732 I 7,945 -31
EMA(9) 22804 (18) 22647



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jan	BUY	22700-22710	22937	22994	22553	22455	22500	22780	23059	23151

TURMERIC

Market Analysis:

- Erode and Nizam were closed on Saturday.
- However traders in Nizam and Erode are waiting for the fresh crops arrive in 2nd week of January.
- 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 bound to weak on lower demand. In the medium to long-term the price trend may depend on this year's output estimates and demand.

Technical Analysis:

- Candlestick formation reveals bullish sentiments.
- Prices closed above 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD is moving down supports bearish sentiments.
- RSI is moving up supports bullish sentiments.
- Turmeric futures are likely to trade range bound with a weak bias in next trading session.

Weather:

- Scattered thundershowers would occur over Tamil Nadu.
- 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	08-01-11	07-01-11	Change
Finger	Erode	Closed	15750-16150	-
Gattah		Closed	15650-16050	-
Nizam	Nizamabad	Closed	16700	-

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

	Centre	08-01-11	07-01-11
Arrivals	Erode	Closed	3000-4000
Offtake		Closed	3000
Arrivals	Nizamabad	Closed	No Arrivals
Offtake		Closed	No Offtake



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	10350-10355	10247	10221	10417	9909	10089	10270	10516	10697

RED CHILLIES

Market Analysis:

- Red chilli prices cash remained closed in Guntur on Saturday.
- Traders have reported crop losses in A.P due to untimely weather.
- Stockists demand remained firm which has supported the current uptrend.
- 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.
- Markets were also partially influenced by the firm futures counter over last week.

In the short term red chilli prices show some range bound to firm movements supported by firm futures. In the long term market trend may depend on weather conditions, export demand and production of the crop.

Technical Analysis:

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

Weather:

- Scattered thundershowers would occur over Tamil Nadu, Coastal A.P 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	Crop losses expected	Bulls
3	Firm stockists demand	Bulls
4	Weak export demand	Bears
5	Favourable weather conditions	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-01-11	07-01-11	Change
Cold Storage	Guntur	Closed	6900-7700	
Teja		Closed	8000-8300	
Bedki		Closed	8400-9400	

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

	08-01-11	07-01-11
Arrivals	Closed	70000
Offtake	Closed	70000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	8640-8645	8554	8532	8701	8385	8489	8594	8757	8921

CARDAMOM

Market Analysis:

- Cardamom markets ended higher on Saturday as arrivals declined in the local markets.
- Sources however added that markets may see some further uptrend due to bad weather which may hinder arrivals in the local markets.
- Stockists and export demand remained weak, pulling the markets lower.
- 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.

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 bullish sentiments.
- Prices are above 9 and 18-day EMAs supporting bullish momentum in the short term.
- MACD is flat suggesting sideways market.
- RSI is moving up suggests bullish sentiments.
- Cardamom futures are likely to trade range-bound with weak bias in next trading session.

Weather:

- Scattered thundershowers would occur over Tamil Nadu, South Interior 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	Higher arrivals	Bears
4	Lower production from India and Guatemala	Bulls
5	Unfavourable weather conditions for harvesting	Bulls

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	08-01-11	07-01-11	Change
Small	Max Auction Price	1504	1508.5	-4.5
	Average Auction Price	1389.63	1353.78	+35.85
	Cardamom Mktg. India Pvt. Ltd			

Arrivals and Offtake in Kgs:

	08-01-11	07-01-11
Arrivals	13147	28607
Offtake	13004	28607



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Feb	SELL	1618-1620	1602	1598	1631	1532	1564	1596	1642	1674

CORIANDER SEED

Market Analysis:

- Coriander seed prices fell on Saturday as arrivals improved in the markets.
- Markets also fell as selling pressure remained higher in the markets.
- However sources reported of crops losses expected in Rajasthan, M.P and A.P.
- Sources say that M.P is expected to lose about 25% of the crop and Rajasthan about 5-10% and A.P about 5-10% due to untimely rains.
- Domestic, export and stockists demand remain weak and may continue to pull the markets lower in the longer run.
- However some sources added if the weather remains stable and cold weather progresses into January the crop development could be better.

We expect coriander prices to move lower as arrivals could improve. In the medium to long term price trend may depend on production estimates and demand in the market.

Technical Analysis:

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

Weather:

- Dry weather conditions over M.P and Rajasthan may assist the crop development.
- Scattered thundershowers would occur over Coastal A.P which could hinder the development of the crop.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-01-11	07-01-11	Change
Badami	Ramganj	4700-4800	4900-5000	-200
Eagle		4900-5000	5100-5200	-200

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

	08-01-11	07-01-11
Arrivals	6000	6000
Offtake	6000	6000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	5325-5330	5272	5258	5366	5094	5184	5275	5406	5538

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