

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.
- 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 weak in the short term on 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 bullish sentiments.
- Prices have closed below the 9 and 18-day EMAs suggests weak trend in short term.
- MACD is moving up supports bullish sentiments.
- RSI is moving down supports bearish sentiments.
- Cumin seed prices are likely to remain range bound with a weak bias in next trading session.

Weather:

- Dry weather conditions over Gujarat may assist the crop development.
- Scattered thundershowers would occur over North Rajasthan may affect the quality of the crop.

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	11-01-11	10-01-11	Change
Loose	Unjha	12325	12475	-150
Machine Cut		13800	13950	-150
NCDEX Quality		13275-	13425-	-150

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

	11-01-11	10-01-11
Arrivals	2500-3000	3000-4000
Offtake	3500	3500-6000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	14625-14630	14479	14450	14720	14245	14324	14590	14748	14881

BLACK PEPPER

Market Analysis:

- Kochi Black pepper physical markets ended higher on Tuesday as arrivals declined slightly.
- Markets rebounded from lows as demand rebounded from lows.
- Upcountry demand remained weak due to cold weather in New Delhi.
- Sources added that arrivals declined as the weather remained unfavorable for harvests in Kerala.
- Sources added that there were more domestic buyers on Tuesday than sellers and that aided the price rise.
- 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 and export inquiries have come from both U.S and Europe.
- Sources also added that lower carry-forward and lower production may support the uptrend in the markets.

Pepper prices may trade range bound to weak in the short term on better arrivals expected in the local markets. In the medium and long term price trend will depend on the availability and production estimates in India.

Technical Analysis:

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

Weather:

Dry weather conditions could increase the chances of arrivals in the markets.

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	11-01-11	10-01-11	Change
Ungarbled	Kochi	21400	21200	+200
Garbled		22200	22000	+200

Arrivals and Offtake in Tonnes:

	11-01-11	10-01-11
Arrivals	20	30
Offtake	25	20



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jan	BUY	22600-22605	22831	22850	22475	21907	22271	22635	22894	23063

TURMERIC

Market Analysis:

- Erode and Nizam remained sideways on Tuesday as demand remained weak in the markets.
- Traders in Nizam and Erode said that markets might see more down trend as fresh arrivals has started however quality of the fresh crops is not upto the mark.
- Market activity remained low as upcountry demand remained weak due to cold weather in New Delhi.
- Sources added that stockists demand remained weak and all the sources want to buy the new crop.
- On the other hand this year about 5-10% losses could be seen due to bad weather conditions in the initial sowing period.
- However, sources 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 and fresh arrivals expected in the markets. 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 below 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:

- Heavy rainfall 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	11-01-11	10-01-11	Change
Finger	Erode	15700-	15700-	-
		16100	16100	
Gattah	Erode	15600-	15600-	-
		16000	16000	
Nizam	Nizamabad	16500	16500	-

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

	Centre	11-01-11	10-01-11
Arrivals	Erode	5000-6000	3000
Offtake		2000-2500	2000
Arrivals	Nizamabad	No Arrivals	No Arrivals
Offtake		No Offtake	No Offtake



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	10190-10195	10088	10063	10261	9924	10016	10108	10276	10368

RED CHILLIES

Market Analysis:

- Red chilli prices cash ended lower on Tuesday as arrivals remained higher in the domestic markets.
- Markets also fell as domestic, stockists and export demand remained weak.
- Markets also fell as more farmers brought in their stock in the markets seeing higher prices.
- However, sources have reported crop losses in A.P due to untimely weather.
- Last year production was 1.5 crore bags and this year production could decline to 1.25 crore bags.
- Markets were also partially influenced by the weak futures counter on Monday.

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

Technical Analysis:

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

Weather:

Dry weather conditions could increase the chances of arrivals in the markets and may assist further development of the crop.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	11-01-11	10-01-11	Change
Cold Storage	Guntur	6600-7400	6700-7500	-100
Teja		7700-8000	7800-8100	-100
Bedki		8100-9100	8200-9200	-100

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

	11-01-11	10-01-11
Arrivals	70000	70000
Offtake	70000	70000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	8350-8355	8267	8246	8409	7898	8074	8250	8446	8622

CARDAMOM

Market Analysis:

- Cardamom markets moved higher on Tuesday amid higher arrivals.
- Markets sentiments remained firm as demand rebounded from lows
- However sentiments remained weak as upcountry demand remained weak due to cold weather.
- 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 indecision.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD and RSI are flat supporting sideways market.
- Cardamom futures are likely to trade range-bound with weak bias in next trading session.

Weather:

- Scattered thundershowers would occur over Tamil Nadu.
- This may disrupt the arrivals in the markets.
- Dry weather in Karnataka and Kerala could increase the chances of arrivals in the markets and may assist further development of the crop.

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	11-01-11	10-01-11	Change
Small	Max Auction Price	1479	1390-1502.5	-23.5
	Average Auction Price	1363.11	1298.46-1348.52	+14.59

Arrivals and Offtake in Kgs:

	11-01-11	10-01-11
Arrivals	32536	14758
Offtake	27777	12479



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Feb	SELL	1530-1532	1515	1511	1542	1474	1495	1528	1549	1570

CORIANDER SEED

Market Analysis:

- Coriander seed prices fell on Tuesday as demand remained low.
- 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 on higher arrivals and weak demand. 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 moving down 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 Coastal A.P may assist the crop development.
- Scattered thundershowers would occur over North Rajasthan may affect the quality of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Weak futures counter	Bears
2	Weak stockists demand	Bears
3	Weak stockists demand	Bears
4	Unfavourable weather over Rajasthan	Bulls
5	Lower arrivals	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	11-01-11	10-01-11	Change
Badami	Ramganj	3600-3800	4600-4700	-900
Eagle		3900-4000	4800-4900	-900

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

	11-01-11	10-01-11
Arrivals	3500	4000
Offtake	3500	4000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	5035-5040	4985	4972	5074	4779	4848	5019	5087	5156

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