

RED CHILLIES

Market Analysis:

- Red chilli cash markets remained steady on Thursday.
- Sentiments remained steady to firm as spot demand remained firm.
- Sources added that sentiments are expected to remain firm as production estimates this year is expected to be well below earlier estimates of 1.5 crore bags.
- Last year production was 1.5 crore bags and this year production could decline to lower than 1 crore bags.
- Sources have reported crop losses upto 50% could be seen in A.P due to untimely rains during sowing.
- However sources added that sentiments may become weak as cash markets are being partially influenced by weak futures counter which ended lower on Thursday.

In the short-term red chilli prices may remain weak as weak futures may partially influence the weakness in the cash markets. In the long term market trend may depend on export demand and production estimates of the crop.

Technical Analysis:

- Candlestick formation hints at negative trend.
- Prices closed below 9 and 18-day EMA's thus supporting the bearish momentum in the short term.
- MACD and RSI are 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 during next 2-3 days.
- Rainfall activity may increase over south Tamil Nadu after 48 hours.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Lower production estimates	Bulls
2	Crop losses expected	Bulls
3	Decline of fresh arrivals	Bulls
4	Firm spot demand	Bulls
5	Offloading of stocks	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-03-11	01-03-11	Change
LCA 334	Guntur	6500-8000	6500-8000	-
Bedki		7700-8700	7700-8700	-

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

	03-03-11	01-03-11
Arrivals-New	40000	40000
Offtake	40000	40000

CHLL334GTR 1104(NCGTRJ1)2011/03/03 - Daily B:9922.00 A:9960.00
O 10220.00 H 10264.00 L 9910.00 C 9924.00 V 3,595 I 7,270 -378



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	9970-9975	9870	9845	10040	9679	9801	9924	10155	10386

BLACK PEPPER:

Market Analysis:

- Kochi Black pepper physical markets moved higher on Thursday on reports of lower crop this year in Malabar.
- Markets moved higher on increased buying by stockists driven by rising domestic and export demand.
- The upcountry traders, domestic dealers and exporters in India say that Malabar crop has still not come in March.
- This naturally led to the conclusion that there could be a shortfall according the market participants.
- Sources added that to meet the domestic demand in India, the country might have to import this year.
- IPC say that United States of America has imported 52,014 Metric Tonnes of black pepper compared to 49,148 Metric Tonnes in 2009 and 49,626 Metric Tonnes in 2008.
- IPC also added that Vietnam is expected to produce 100,000 Metric Tonnes this year and export most of it to meet up with the global demand for the commodity.

Pepper prices may trade range bound to firm in the short term on higher domestic demand in the market. In the medium and long term price trend will depend on the availability of stocks and global demand for the commodity.

Technical Analysis:

- Candlestick formation hints at positive trend.
- Prices closed below 9 and 18-day EMAs supporting the bearish momentum in short term.
- MACD is moving down supports the bearish sentiments.
- RSI is moving up supports the positive trend.
- **Black Pepper futures are likely to trade range bound with a firm bias in next trading session.**

Weather:

- Scattered thundershowers would occur over Tamil Nadu and Kerala and during next 2-3 days.
- Rainfall activity may increase over south Tamil Nadu after 48 hours.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Harvesting delayed due to untimely rains	Bulls
2	Lower arrivals in domestic markets	Bulls
3	Planters hoarding stocks	Bulls
4	Higher arrivals in Vietnam	Bears
5	Higher production from Vietnam	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-03-11	01-03-11	Change
Ungarbled	Kochi	22100	21900	+200
Garbled		22900	22700	+200

Arrivals and Offtake in Tonnes:

	03-03-11	01-03-11
Arrivals	28	10
Offtake	25	10

Pepper 1103(NCPEPH1)2011/03/03 - Daily B:22710.00 A:22725.00
O 22402.00 H 22890.00 L 22402.00 C 22721.00 V 6,096 I 8,276 +301
EMA(9) 22857 (18) 23103



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Mar	BUY	22620-22625	22851	22908	22476	22183	22452	22721	22940	23159

TURMERIC

Market Analysis:

- Nizam and Erode remained closed due to Mahashivratri festival.
- Erode will re-open on Friday and Nizam will remained closed Friday and will re-open on Monday.
- Sources said that demand remained firm supporting the uptrend in the short term.
- Sentiments are also expected to be firm as untimely rains in the sowing regions could hinder harvest.
- Sources however added that both markets could see higher arrivals in the next week and this may pull the markets lower in the short run.
- Production estimates for this year ranges from 50-60 lakh bags all over India compared to 40-45 lakh bags during the previous year.

In the short-term turmeric prices may trade range bound to firm on expected lower fresh arrivals 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 hints at negative trend.
- Prices closed above 9 and 18-day EMAs thus supporting the bullish momentum in short term.
- MACD is moving up supports bullish trend in the markets.
- RSI is moving down supports the negative trend.
- **Turmeric futures are likely to trade range bound with a weak bias in next trading session.**

Weather:

- Dry weather of A.P may help in the harvesting of the crop.
- Scattered thundershowers would occur over Tamil Nadu during next 2-3 days.
- Rainfall activity may increase over south Tamil Nadu after 48 hours.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Higher output estimation	Bears
2	Higher acreage estimates	Bears
4	Firm spot demand	Bulls
2	Lower fresh arrivals	Bulls
5	Untimely rains may disrupt harvest	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-03-11	03-03-11	Change
Finger-New	Erode	Closed	Closed	-
Gattah-New		Closed	Closed	-
Nizam-New	Nizamabad	Closed	11900-12000	-

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

	Centre	03-03-11	03-03-11
Arrivals	Erode	Closed	Closed
Offtake		Closed	Closed
Arrivals	Nizamabad	Closed	10000
Offtake		Closed	10000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	10100-10110	9999	9974	10178	9807	9909	10010	10194	10299

CARDAMOM

Market Analysis:

- Cardamom markets fell on Thursday as arrivals improved in the markets.
- Spot demand remained weak and pulled markets lower.
- Sources also added that the final harvest is going on and this year production is higher and this may cause more arrivals to come in.
- However planters have hold on to their stocks wanting higher prices.
- According to Spices Board cardamom production is estimated around 10,350 tonnes compared with 10,075 tonnes last year.
- However sources added that imports from Guatemala may decline due to lower production in the country.

We believe that cash markets may move higher in the short term due to lower arrivals. In the longer run markets could remain weak on better output from India and lower imports from Guatemala.

Technical Analysis:

- Candlestick formation hints at positive trend.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD is flat in the negative region and supports negative trend.
- RSI is flat and is supporting the sideways trend.
- Cardamom futures are likely to trade range-bound with a firm bias in next trading session.**

Weather:

- Scattered thundershowers would occur over Tamil Nadu and Kerala and during next 2-3 days.
- Rainfall activity may increase over south Tamil Nadu after 48 hours.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Decline in arrivals	Bulls
2	Planters hoarding stocks	Bulls
3	Lower imports from Guatemala	Bulls
4	Firm futures counter	Bulls
5	Higher production	Bears

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	03-03-11	01-03-11	Change
Small	Max Auction Price	Kumily & Nedumkandam 1115.5-1203	1234.5	-31.5
	Average Auction Price	951.79-961.19	987.68	-26.49

Arrivals and Offtake in Kgs:

	03-03-11	01-03-11
Arrivals	29390	26705
Offtake	29010	26040

CARDAMOM 1103(MXCAMH1)2011/03/03 - Daily B:1092.20 A:1100.00
O 1066.10 H 1114.00 L 1061.00 C 1100.10 V 1,995 T 215,737 I 1,487 +2.8
EMA(9) 1136.7 (18) 1199.3



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Mar	BUY	1070-1072	1092	1097	1056.5	1016	1039	1100.1	1122	1145

CUMIN SEED

Market Analysis:

- Unjha cash markets continued its weakness on Thursday as fresh arrivals increased in the markets.
- Markets sentiments remained weak due to weak spot demand.
- Sources revealed that the short term trend looks weak as arrivals will improve in Unjha.
- Weak cash markets were also partially influenced by weak futures on Thursday.
- Sources said that lower production this year could lead to shortage of stocks which in the long run could pull markets lower.
- The production estimates in Gujarat is expected lower at 21 lakh bags compared to previous estimate at 25 lakh bags.
- Sources add that this year Rajasthan could produce between 3-4 lakh bags lower compared to previous year production at 7-8 lakh bags.

We expect Cumin seed prices to trade weak on higher arrivals. Price trend in the medium to long term may depend on production estimates and export demand.

Technical Analysis:

- Candlestick formation hints at negative trend.
- Prices have closed below the 9 and 18-day EMAs suggests bearish trend in short term.
- MACD is moving up supports bullish markets.
- RSI is moving down supports the negative trend.
- Cumin seed futures are likely to trade range bound with a weak bias in next trading session.**

Weather:

- Dry weather conditions in Gujarat may assist in further development of the crop and assist in harvest.
- Isolated thundershowers would occur over Rajasthan.
- Rainfall activity would increase and extend in more parts of plains of northwest Rajasthan from tomorrow onwards.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Weak upcountry and export demand	Bears
2	Fresh arrivals	Bears
3	Firm futures counter	Bulls
4	Market participants fear shortage	Bulls
5	Lower productions estimates	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-03-11	01-03-11	Change
Loose	Unjha	13375	13675	-300
Machine Cut		14750	15050	-300
NCDEX Quality		14225-	14525-	-300

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

	03-03-11	01-03-11
Arrivals-New	15000	13000
Offtake	10000	10000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	17050-17055	16880	16837	17164	16575	16780	16985	17380	17775

SPICES

DATE: 04-03-11

CORIANDER SEED

Market Analysis:

- Coriander prices remained steady amid higher arrivals in Ramganj.
- Sources added that higher production estimates leading to arrivals may pull markets lower.
- Sources also added that weak spot demand may pull markets lower.
- India is expected to produce 1 crore bags this year.
- Weak sentiments were also influenced by weak futures counter on Thursday.
- However the stocks are still wet and traders may wait for the dry crop which may start in 1 week.
- Sources however added that bad weather conditions in the states of Tamil Nadu, Rajasthan and Andhra Pradesh may hinder harvest and arrivals might decline.

We expect coriander prices to remain range bound to weak on higher arrivals expected in the coming weeks. In the medium to long term price trend may depend on production estimates and demand in the market.

Technical Analysis:

- Candlestick formation hints at negative trend.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD and RSI are moving down supports bearish markets.
- Coriander seed futures are likely to trade range-bound with weak bias in next trading session.**

Weather:

- Isolated thundershowers would occur over Rajasthan.
- Rainfall activity would increase and extend in more parts of plains of northwest Rajasthan from tomorrow onwards.
- Scattered thundershowers would occur over Tamil Nadu during next 2-3 days.
- Rainfall activity may increase over south Tamil Nadu after 48 hours.

Price Drivers:

No.	Pressure Point	Favours
1	Weak spot demand	Bears
2	Higher production estimates	Bears
3	Fresh crop arrivals	Bears
4	Weak futures	Bears
5	Arrivals are wet	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	03-03-11	01-03-11	Change
Badami-Old	Ramganj	3500	3500	-
Eagle-Old		3600-3650	3600-3650	-
Badami-New		2700-3200	2700-3200	-
Eagle-New		3200-4700	3200-4700	-

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

	03-03-11	01-03-11
Arrivals-New	9000	7000
Arrivals-Old	3000	3000
Offtake	12000	10000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	5035-5040	4985	4972	5074	4842	4926	5009	5167	5324

SPICES

DATE: 04-03-11

WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Cardamom	Kochi	Ernakulum	Local	1	518	520
	Coimbatore	Coimbatore	Local	1	1300	1300
	Mettupalayam	Coimbatore	Local	1	1400	1400
	Gandhi Market	Tiruchirapalli	Local	1	1250	1250
	Madurai	Madurai	Dindigul	1	750	750
	Panruti	Cuddalore	Local	1	1350-1550	1350-1550
	Thalaivasal	Salem	Local	1	1650	1650

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Pepper	Kochi	Ernakulum	Black	1	233	233
			Green	1	245	245
			White	1	240	240
	Coimbatore	Coimbatore	Local	1	170	170
	Mettupalayam	Coimbatore	Local	1	170	170
	Gandhi Market	Tiruchirapalli	Local	1	300	300
	Madurai	Madurai	Dindigul	1	160	160
	Panruti	Cuddalore	Local	1	235-245	235-245
	Thalaivasal	Salem	Local	1	185	185

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Coriander	Kochi	Ernakulum	Local	1	54	54
	Coimbatore	Coimbatore	Local	1	90	90
	Mettupalayam	Coimbatore	Local	1	88	88
	Gandhi Market	Tiruchirapalli	Half	1	68	68
			Muzhu	1	68	68
	Panruti	Cuddalore	Local	1	54-60	54-60
	Thalaivasal	Salem	Local	1	50	50

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Turmeric	Madurai	Madurai	Local	1	35	35

SPICES

DATE: 04-03-11

WHOLESALE PRICES FOR MINOR SPICES IN KERELA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Clove	Kochi	Ernakulum	Local	1	320	324
	Coimbatore	Coimbatore	Local	1	450	450
	Mettupalayam	Coimbatore	Local	1	450	450
	Gandhi Market	Tiruchirapalli	Local	1	500	500
	Madurai	Madurai	Dindigul	1	550	550
	Panruti	Cuddalore	Local	1	360	360
	Thalaivasal	Salem	Local	1	400	400

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Fennel	Kochi	Ernakulum	Local	1	86	86
	Coimbatore	Coimbatore	Local	1	110	110
	Mettupalayam	Coimbatore	Local	1	108	108
	Gandhi Market	Tiruchirapalli	Local	1	175	175
	Madurai	Madurai	Dindigul	1	100	100
	Panruti	Cuddalore	Local	1	110-145	110-145
	Thalaivasal	Salem	Local	1	120	120

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Cinnamon	Kochi	Ernakulum	Local	1	118	120
	Coimbatore	Coimbatore	Local	1	125	125
	Mettupalayam	Coimbatore	Local	1	125	125
	Gandhi Market	Tiruchirapalli	Local	1	200	200
	Madurai	Madurai	Dindigul	1	200	200
	Panruti	Cuddalore	Local	1	120	120
	Thalaivasal	Salem	Local	1	170	170

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Fenugreek	Kochi	Ernakulum	Local	1	78	78
	Coimbatore	Coimbatore	Local	1	50	50
	Mettupalayam	Coimbatore	Local	1	48	48
	Gandhi Market	Tiruchirapalli	Local	1	60	60
	Madurai	Madurai	Dindigul	1	50	50
	Panruti	Cuddalore	Local	1	38-48	38-48
	Thalaivasal	Salem	Local	1	70	70

SPICES

DATE: 04-03-11

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Nutmeg	Kochi	Ernakulum	Local	1	125	124
	Coimbatore	Coimbatore	Local	1	390	390
	Mettupalayam	Coimbatore	Local	1	390	390
	Madurai	Madurai	Dindigul	1	460	460
	Panruti	Cuddalore	Local	1	800	800

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Garlic	Kochi	Ernakulum	Nadan	1	145	146
	Coimbatore	Coimbatore	China	1	160	160
			M.P	1	40-60	40-60
			China	1	190	200
	Ottanchatram	Dindigul	Hill	1	180	340
			Local	1	90	40-100
			Seed	1	150	-
	Koyambedu	Chennai	Old	1	50-80	-
	Hosur	Krishnagiri	Local	1	260	260
			M.P	1	220	220
	Gandhi Market	Tiruchirapalli	Himachal	1	160-200	160-200
			Malai Poondur	1	200-240	200-240
			Nadu	1	120-160	120-140
			Thaivan	1	160-200	160-200
			MP	1	140	-
	K.R. Market	Bangalore	UP	1	160	-
			China	1	170	170
	Kumbakonam	Thanjavur	Local first	1	80	80
			Local Second	2	70	70
			Local third	3	65	65
	Madurai	Madurai	Dindigul	1	65	65
	Mettupalayam	Coimbatore	Himachal Pradesh	1	160	160
			Jamnagar	1	100	100
			Ooty	1	350	350
	Panruti	Cuddalore	Pune-New	1	60	60
	Thalaivasal	Salem	Local	1	200	200
			Nelagiri	1	250	250

Spices	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					01-03-11	03-03-11
Ginger	Kochi	Ernakulum	Dry	1	50	53
	Coimbatore	Coimbatore	Vegetable-Fresh	1	32	32
			Mango	1	14	14

SPICES
DATE: 04-03-11

	Koyambedu	Chennai	Kolkata-New	1	21	-
			Mango	1	18	-
			Kodagu	1	40	40
	Hosur	Krishnagiri	New	1	20	20
			UP	1	30	30
	Gandhi Market	Tiruchirapalli	Local-New	1	26	26
			Himachal	1	27	-
	K.R. Market	Bangalore	Kodagu	1	31	-
			Maran	1	24	-
	Kumbakonam	Thanjavur	Fresh	1	23	23
	Madurai	Madurai	Local-New	1	22	22
			Bangalore-Mango	1	16	16
	Panruti	Cuddalore	Mettupalayam-New	1	22	22
			New	1	30	30
	Thalaivasal	Salem	Old	1	60	60
			New	1	-	-
	Tirunelveli	Tirunelveli	Old	1	-	-

Source: http://indq.in/india/market_information_ta

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