

RED CHILLIES

Market Analysis:

- Red chilli cash markets moved higher on Tuesday as arrivals declined in Guntur.
- Markets moved higher supported by firm buying activity from stockists and firm spot and export demand.
- Sentiments also remained as cash markets were partially influenced by firm futures counter on Tuesday.
- Sources however added that sentiments are expected to remain firm in the longer run 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.

In the short-term red chilli prices may rebound on firm spot demand and lower arrivals expected. In the long term market trend may depend on export demand and production estimates of the crop.

Technical Analysis:

- Candlestick formation reveals indecision in the markets.
- Prices closed below 9 and 18-day EMA's thus supporting the bearish momentum in the short term.
- MACD is moving down supports bearish sentiments.
- RSI is moving up supports positive sentiments.
- Red Chilli futures are likely to trade range bound with a firm bias in next trading session.**

Weather:

- Dry weather over A.P would help harvesting of the crop.
- Isolated rainfall would occur over Tamil Nadu during the next 5-6 days.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Lower production estimates	Bulls
2	Crop losses expected	Bulls
3	Weak spot demand	Bears
4	Weak futures counter	Bears
5	Offloading of stocks	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-03-11	07-03-11	Change
LCA 334	Guntur	6475-7975	6400-7900	+75
Bedki		7675-8675	7600-8600	+75

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

	08-03-11	07-03-11
Arrivals-New	50000	70000
Offtake	50000	70000

CHLL334GTR 1104(NCGTRJ1)2011/03/08 - Daily B:9776.00 A:9816.00
O 9800.00 H 9940.00 L 9500.00 C 9786.00 V 4,400 I 7,710 +158

EMA(9) 9946.6 (18) 10150



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	9740-9745	9842	9857	9681	9302	9544	9786	9984	10182

BLACK PEPPER:

Market Analysis:

- Kochi Black pepper physical markets rebounded from lows on Tuesday as arrivals declined in Kochi.
- Sentiments also remained as cash markets were partially influenced by firm futures counter on Tuesday.
- Markets however could remain weak as arrivals are likely to gain momentum in March.
- Sentiments remained firm as stockist's entered at lows.
- However sources added that demand remained weak from the domestic and international buyers.
- Sentiments are expected to remain bearish as harvesting in Vietnam has commenced.
- However long term sentiments remain firm on reports of lower crop this year in Malabar.

In the short term pepper prices will depend on demand from the overseas and domestic market and fresh arrivals in the physical Mandi in Kochi. In the medium to long term price trend will depend on pepper stocks with Indonesia and demand from the overseas and domestic buyers.

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 sentiments.
- **Black Pepper futures are likely to trade range bound with a firm bias in next trading session.**

Weather:

- Isolated rainfall would occur over Tamil Nadu and Kerala during the next 5-6 days.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Harvesting has started in Vietnam	Bears
2	Higher arrivals in domestic markets	Bears
3	Weak domestic and export demand	Bears
4	Lower crop this year in Malabar	Bulls
5	Planters hoarding stocks	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-03-11	07-03-11	Change
Ungarbled	Kochi	21600	21500	+100
Garbled		22400	22300	+100

Arrivals and Offtake in Tonnes:

	08-03-11	07-03-11
Arrivals	23	45
Offtake	26	20

Pepper 1103(NCPEPH1)2011/03/08 - Daily B:22244.00 A:22265.00
O 22003.00 H 22310.00 L 21922.00 C 22250.00 V 3.838 I 6.713 +187

EMA(9) 22524 (18) 22818



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Mar	BUY	22090-22095	22316	22341	21964	21623	21772	22250	22399	22548

TURMERIC

Market Analysis:

- Nizam markets remained steady supported of firm spot demand in the market.
- Erode markets moved higher on Tuesday supported by firm domestic demand.
- Sentiments also remained as cash markets were partially influenced by firm futures counter on Tuesday.
- Sources however added that if arrivals improve as planters are getting good prices for their stock prices may decline in the short term.
- Sentiments however could remain firm in the long run as untimely rains in the sowing regions have delayed harvest.
- However 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 weak on expected higher 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 positive trend.
- Prices closed above 9 and 18-day EMAs thus supporting the bullish momentum in short term.
- MACD is flat supports the sideways markets.
- RSI is moving up in the overbought region and is warranting caution to the bulls.
- Turmeric futures are likely to trade range bound with a firm bias in next trading session.**

Weather:

- Dry weather of A.P may help in the harvesting of the crop.
- Isolated rainfall would occur over Tamil Nadu during the next 5-6 days.
- This may disrupt harvesting of the crop.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-03-11	07-03-11	Change
Finger-New	Erode	12150-	12100-	+50
Gattah-New		13050	13000	
Nizam-New	Nizamabad	11650-	11600-	+50
		12550	12500	
Nizam-New	Nizamabad	12400-	12400-	-
		12500	12500	

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

	Centre	08-03-11	07-03-11
Arrivals	Erode	12000	12000-
Offtake			13000
Offtake	Nizamabad	10000	10000-
			11000
Arrivals	Nizamabad	6000	15000
Offtake		6000	15000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	10620-10625	10731	10758	10551	10169	10434	10700	10930	11161

CARDAMOM

Market Analysis:

- Cardamom markets rebounded on Tuesday as spot demand improved at lows.
- Cash markets were also influenced by firm futures counter on Tuesday.
- However sources say that arrivals remained higher in the domestic markets and this may bring down markets.
- Export demand remained weak and may pull markets lower in longer run.
- However sources added that planters are holding on to their stocks wanting higher prices.
- 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.
- 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 and is supporting the sideways trend.
- RSI is moving up and is supporting the positive sentiment.
- Cardamom futures are likely to trade range-bound with a firm bias in next trading session.**

Weather:

- Isolated rainfall would occur over Tamil Nadu and Kerala during the next 5-6 days.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Firm futures counter	Bulls
2	Planters hoarding stocks	Bulls
3	Weak spot and export demand	Bears
4	Arrivals improved	Bears
5	Higher production	Bears

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	08-03-11	07-03-11	Change
Small	Max			
	Auction	1191	961-1141	+50
	Price			
	Average			
	Kochi			
	Auction	1036.25	919.13-963.6	-72.65
	Price			

Arrivals and Offtake in Kgs:

	08-03-11	07-03-11
Arrivals	35515	15912
Offtake	35485	15878



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Mar	BUY	1073-1075	1087	1090	1064	1042	1052	1086	1097	1106

CUMIN SEED

Market Analysis:

- Unjha cash markets moved higher on Tuesday as fresh arrivals declined in the markets.
- Cash markets were also influenced by firm futures counter on Tuesday.
- However markets sentiments remained weak due to weak spot and export demand.
- Sources revealed that the short term trend looks weak as arrivals will improve in Unjha.
- On the other hand 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 positive trend.
- Prices have closed below the 9 and 18-day EMAs suggests bearish trend in short term.
- MACD is moving down supports bearish markets.
- RSI is moving up supports positive sentiments.
- Cumin seed futures are likely to trade range bound with a weak bias in next trading session.**

Weather:

Dry weather conditions in Gujarat and Rajasthan may assist in the crop harvest.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-03-11	07-03-11	Change
Loose		13125	12925	+200
Machine Cut	Unjha	14500	14300	+200
NCDEX Quality		13975-14000	13775-13800	+200

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

	08-03-11	07-03-11
Arrivals-New	15000	17000
Offtake	10000	10000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	16875-16880	16706	16681	16970	16385	16610	16835	16979	17123

CORIANDER SEED

Market Analysis:

- Coriander prices moved higher as arrivals declined in Ramganj.
- Cash markets were also influenced by firm futures counter on Tuesday.
- Sources however added that higher production estimates leading to higher arrivals may pull markets lower in long run.
- India is expected to produce 1 crore bags this year.
- Sources also added that weak spot and export demand may continue to pull markets lower.
- However the stocks are still wet and traders may wait for the dry crop which may start in this week.

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

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 moving down and support the negative sentiments.
- RSI is moving up supports positive sentiments.
- Coriander seed futures are likely to trade range-bound with weak bias in next trading session.**

Weather:

- Dry weather conditions in Rajasthan may assist in the crop harvest.
- Isolated rainfall would occur over Tamil Nadu and Kerala during the next 5-6 days.
- This may disrupt harvesting of the crop.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	08-03-11	07-03-11	Change
Badami-Old	Ramganj	3200	3150	+50
Eagle-Old		3300-3350	3250-3300	+50
Badami-New		2450-2950	2300-2800	+150
Eagle-New		2950-3450	2800-3300	+150

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

	08-03-11	07-03-11
Arrivals-New	10000-12000	15000
Arrivals-Old	500-1000	500-1000
Offtake	12000	15000

CORIANDER 1104(NCCODJ1)2011/03/08 - Daily B:4911.00 A:4951.00
O 4794.00 H 4956.00 L 4794.00 C 4944.00 V 5,770 I 15,280 +176
EMA(9) 5012.1 (18) 5090.5



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	4970-4975	4920	4908	5008	4736	4840	4944	5012	5060



SPICES

DATE: 09-03-11

WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-03-11	08-03-11
Cardamom	Kochi	Ernakulum	Local	1	180	180
	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	
					07-03-11	08-03-11
Pepper	Kochi	Ernakulum	Black	1	226	226
			Green	1	243	243
			White	1	234	234
	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	
					07-03-11	08-03-11
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	
					07-03-11	08-03-11
Turmeric	Madurai	Madurai	Local	1	35	35



SPICES

DATE: 09-03-11

WHOLESALE PRICES FOR MINOR SPICES IN KERELA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-03-11	08-03-11
Clove	Kochi	Ernakulum	Local	1	325	325
	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	
					07-03-11	08-03-11
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	
					07-03-11	08-03-11
Cinnamon	Kochi	Ernakulum	Local	1	122	122
	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	
					07-03-11	08-03-11
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: 09-03-11

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-03-11	08-03-11
Nutmeg	Kochi	Ernakulum	Local	1	120	120
	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	
					07-03-11	08-03-11
Garlic	Kochi	Ernakulum	Nadan	1	144	144
	Coimbatore	Coimbatore	China	1	170	170
			H.P	1	90	90
	Ottanchatram	Dindigul	M.P	1	60	60
			China	1	200	200
	Koyambedu	Chennai	Hill	1	340	340
			Local	1	40-100	40-100
	Hosur	Krishnagiri	Old	1	40-70	40-70
			Local	1	260	260
	K.R. Market	Bangalore	M.P	1	220	220
			Nadu	1	40-60	40-60
	Kumbakonam	Thanjavur	MP	1	150	140
			UP	1	150	140
	Madurai	Madurai	China	1	170	195
			Local first	1	80	70
	Mettupalayam	Coimbatore	Local Second	2	70	60
			Local third	3	65	50
	Panruti	Cuddalore	Dindigul	1	65	65
			Himachal Pradesh	1	160	160
	Thalaivasal	Salem	Jamnagar	1	100	100
			Ooty	1	-	350
			Pune-New	1	60	60
			Local	1	200	200
			Nelagiri	1	250	250

Spices	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-03-11	08-03-11
Ginger	Kochi	Ernakulum	Dry	1	52	52
	Coimbatore	Coimbatore	Vegetable-Fresh	1	32	30
			Mango	1	15	15
	Koyambedu	Chennai	Kolkata-New	1	21	21.5
			Mango	1	18	22
	Hosur	Krishnagiri	Kodagu	1	40	40
			New	1	20	20

SPICES
DATE: 09-03-11

		UP	1	30	30
Gandhi Market	Tiruchirapalli	Local-New	1	26	26
		Himachal	1	30	31
K.R. Market	Bangalore	Kodagu	1	32	32
		Maran	1	26	28
Kumbakonam	Thanjavur	Fresh	1	22	22
Madurai	Madurai	Local-New	1	22	22
Panruti	Cuddalore	Bangalore-Mango	1	18	18
		Mettupalayam-New	1	23	23
		New	1	30	30
Thalaivasal	Salem	Old	1	60	60

Source: [http://indg.in/india/market information ta](http://indg.in/india/market_information_ta)

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