

RED CHILLIES

Market Analysis:

- Red chilli cash markets remained steady to firm on Tuesday as arrivals remained lower.
- Sources that say that arrivals may decline high in Guntur due to lower production expected this year.
- Markets sentiments however remained weak due to weak activity from stockists and weak spot demand.
- Sentiments remained weak as weak futures counter partially influenced the weak sentiments in the cash markets 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 hints at bearish sentiments.
- Prices closed below 9 and 18-day EMA's thus supporting the bearish momentum in the short term.
- MACD is flat supports sideways markets.
- RSI is moving down in the neutral zone supports bearish markets.
- 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, Kerala, coastal Andhra Pradesh and south Karnataka during next 24 hours and decrease thereafter.
- This may disrupt harvesting of the crop.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	15-03-11	14-03-11	Change
LCA 334	Guntur	6300-7800	6300-7800	-
Bedki		7500-8500	7500-8500	-

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

	15-03-11	14-03-11
Arrivals-New	50000	70000
Offtake	50000	70000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	9350-9355	9257	9233	9416	9140	9212	9284	9416	9500

BLACK PEPPER:

Market Analysis:

- Kochi Black pepper physical markets fell on Tuesday as domestic and export demand remained subdued.
- Arrivals remained on the lower side in Kochi.
- Sentiments in the short term may remain bearish as harvesting in Vietnam has commenced and lower prices quoted by Vietnam.
- Sentiments remained weak as cash markets were partially influenced by weak futures counter on Tuesday.
- However long term sentiments remained firm due to expected shortage of stocks.
- However sources added that at current prices India is exporting as exporters are gathering stocks as they fear that in long term the world might see shortage of stocks.
- Markets moved higher after unseasonal rains delayed harvest, affecting yield of pepper and are likely to cut down Indian production this year.

In the short term pepper prices will depend on demand from the overseas and domestic market. In the medium to long term price trend will depend on pepper stocks with Vietnam and demand from the overseas and domestic buyers.

Technical Analysis:

- Candlestick formation hints at negative trend.
- Prices closed below 9 and 18-day EMAs supporting the bearish momentum in short term.
- MACD is flat and supports the steady sentiments.
- RSI is moving down supports the negative sentiments.
- **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, Kerala, coastal Andhra Pradesh and south Karnataka during next 24 hours and decrease thereafter.
- 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	15-03-11	14-03-11	Change
Ungarbled	Kochi	21500	21700	-200
Garbled		22300	22500	-200

Arrivals and Offtake in Tonnes:

	15-03-11	14-03-11
Arrivals	25	23
Offtake	20	37



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	22300-22305	22528	22558	22171	21804	22058	22325	22587	22832

TURMERIC

Market Analysis:

- Nizam market fell heavily as arrivals remained higher on Tuesday.
- Erode fell as arrivals remained higher in the markets.
- Sources added that sentiments may remain weak as arrivals may improve next week.
- Spot demand also weakened and may keep pulling the markets lower.
- However sources added that sentiments could remain bullish in the longer run on fresh reports of bad weather in the previous few weeks could cause damage to the crops in A.P, and Tamil Nadu.
- 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 below 9 and 18-day EMAs thus supporting the bullish momentum in short term.
- MACD is moving up supports the positive sentiments.
- RSI is moving down supports the negative sentiment in the market.
- **Turmeric futures are likely to trade range bound with a weak bias in next trading session.**

Weather:

- Scattered thundershowers would occur over Tamil Nadu, Kerala, coastal Andhra Pradesh and south Karnataka during next 24 hours and decrease thereafter.
- 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	Weak spot demand	Bears
5	Untimely rains may disrupt harvest	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	15-03-11	14-03-11	Change
Finger	Erode	11050-	11250-	-200
		11950	12150	
Gattah	Erode	10550-	10750-	-200
		11450	11650	
Nizam	Nizamabad	11800-	Closed	-400
		12000		

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

	Centre	15-03-11	14-03-11
Arrivals	Erode	16000-	15000
Offtake		17000	
Arrivals	Nizamabad	25000	Closed
Offtake		25000	



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	10200-10205	10098	10083	10266	9907	10039	10172	10327	10482

CARDAMOM

Market Analysis:

- Cardamom markets moved higher on Tuesday as demand remained firm.
- However arrivals remained higher in the domestic markets.
- Sentiments remained firm as cash markets were influenced by firm futures counter on Tuesday.
- Sentiments however remained firm as spot and stockists demand remained firm at lows.
- Sources also added that arrivals may improve in the coming days and this may weaken prices.
- Sources added that weak sentiments could be due to lower pricing of the Guatemala crop than the Indian cardamom.
- According to Spices Board cardamom production is estimated around 10,350 tonnes compared with 10,075 tonnes last year.

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 and RSI are moving up and is supporting the positive trend.
- Cardamom futures are likely to trade range-bound with a weak bias in next trading session.**

Weather:

- Scattered thundershowers would occur over Tamil Nadu, Kerala, coastal Andhra Pradesh and south Karnataka during next 24 hours and decrease thereafter.
- This may disrupt harvesting of the crop.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	15-03-11	14-03-11	Change
Small	Max Auction Price	1302	1066.5-1192.5	+109.5
	Average Auction Price	1004.09	898.14-940.21	+63.88

Arrivals and Offtake in Kgs:

	15-03-11	14-03-11
Arrivals	46000	10977
Offtake	46000	9596



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Apr	SELL	1126-1128	1111	1106	1139	1075	1085	1113	1143	1153

CUMIN SEED

Market Analysis:

- Unjha cash markets remained steady on Tuesday as arrivals fell slightly in the markets.
- Sources revealed that the short term trend looks weak as arrivals will continue to be higher in Unjha.
- However sentiments remained weak and were partially influenced by weak futures counter on Monday.
- Sources added that markets sentiments will remain weak due to weak spot and export demand.
- On the other hand lower production this year could also weaken markets as Gujarat and Rajasthan is expected to produce high due to higher plantings.
- The production estimates in Gujarat is expected at par at 25 lakh bags compared to previous estimate at 25 lakh bags.
- Sources add that this year Rajasthan could produce between 7-8 lakh bags compared to previous year production at 6-7 lakh bags.

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

Technical Analysis:

- Candlestick formation reveals buying support at lows.
- 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 in the markets.
- Cumin seed futures are likely to trade range bound with a firm 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	15-03-11	14-03-11	Change
Loose		12675	12675	-
Machine Cut	Unjha	14050	14050	-
NCDEX		13525-	13525-	-
Quality		13550	13550	-

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

	15-03-11	14-03-11
Arrivals-New	23000	25000
Offtake	19000	18000

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Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	15900-15905	16064	16089	15805	15637	15752	15988	16103	16218

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CORIANDER SEED

Market Analysis:

- Coriander prices remained mixed on Tuesday as arrivals remained higher in the markets.
- Sources revealed that demand from millers and stockists remained firm pushing markets higher from lows.
- However short term sentiments remained weak due to weak futures counter influence on the cash markets on Tuesday.
- However arrivals may remain on the higher side in the markets which may bring markets down in the short term.
- 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.

We expect coriander prices to remain range bound to weak as arrivals may improve. However medium to long term trend depends on demand from millers and stockists in the coming weeks and on production estimates.

Technical Analysis:

- Coriander seed is charting new lows.
- Candlestick formation hints at positive trend.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD is flat supports the sideways sentiments.
- RSI is moving down supports the negative 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.
- Scattered thundershowers would occur over Tamil Nadu, Kerala, coastal Andhra Pradesh and south Karnataka during next 24 hours and decrease thereafter.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Fresh crop arrivals	Bears
2	Higher production estimates	Bears
3	Firm spot demand	Bulls
4	Firm futures	Bulls
5	Firm demand from millers	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	15-03-11	14-03-11	Change
Badami	Ramganj	3000-3400	2600-3100	+300
Eagle		3400-3500	3100-3600	-100

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

	15-03-11	14-03-11
Arrivals-New	30000	19000
Arrivals-Old	500-1000	500-1000
Offtake	30000	20000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	4745-4750	4698	4683	4783	4638	4658	4729	4812	4832

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WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					14-03-11	15-03-11
Cardamom	Kochi	Ernakulum	Local	1	498	500
	Coimbatore	Coimbatore	Local	1	1300	1300
	Mettupalayam	Coimbatore	Local	1	1400	1400
	Gandhi Market	Tiruchirapalli	Local	1	1600	1600
	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	
					14-03-11	15-03-11
Pepper	Kochi	Ernakulum	Black	1	222	225
			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	
					14-03-11	15-03-11
Coriander	Kochi	Ernakulum	Local	1	54	54
	Coimbatore	Coimbatore	Local	1	90	90
	Mettupalayam	Coimbatore	Local	1	88	88
	Gandhi Market	Tiruchirapalli	Half	1	78	78
			Muzhu	1	78	78
	Panruti	Cuddalore	Local	1	54-60	54-60
	Thalaivasal	Salem	Local	1	50	50

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					14-03-11	15-03-11
Turmeric	Madurai	Madurai	Local	1	35	35

WHOLESALE PRICES FOR MINOR SPICES IN KERELA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					14-03-11	15-03-11
Clove	Kochi	Ernakulum	Local	1	326	328
	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	
					14-03-11	15-03-11
Fennel	Kochi	Ernakulum	Local	1	68	70
	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	
					14-03-11	15-03-11
Cinnamon	Kochi	Ernakulum	Local	1	120	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	
					14-03-11	15-03-11
Fenugreek	Kochi	Ernakulum	Local	1	78	75
	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



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Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					14-03-11	15-03-11
Nutmeg	Kochi	Ernakulum	Local	1	122	122
	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	
					14-03-11	15-03-11
Garlic	Kochi	Ernakulum	Nadan	1	144	146
	Coimbatore	Coimbatore	China	1	150	150
			H.P	1	90	90
			M.P	1	55-65	55-65
	Ottanchatram	Dindigul	China	1	200	200
			Hill	1	340	340
			Local	1	40-100	40-100
	Koyambedu	Chennai	Old	1	50-70	50-70
	Hosur	Krishnagiri	Local	1	260	260
			M.P	1	220	220
			Nadu	1	40-60	40-60
	K.R. Market	Bangalore	MP	1	60	60
			UP	1	70	65
	Kumbakonam	Thanjavur	China	1	190	190
			Local first	1	80	80
			Local Second	2	70	70
			Local third	3	60	60
	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	
					14-03-11	15-03-11
Ginger	Kochi	Ernakulum	Dry	1	52	52
			Vegetable-Fresh	1	30	30
	Coimbatore	Coimbatore	Mango	1	14	14
	Koyambedu	Chennai	Kolkata-New	1	21.50	21.50
			Mango	1	22	22
	Hosur	Krishnagiri	Kodagu	1	40	40
			New	1	20	20

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		UP	1	30	30
Gandhi Market	Tiruchirapalli	Local-New	1	26	30
		Himachal	1	26	24
K.R. Market	Bangalore	Kodagu	1	27	27
		Maran	1	24	22
Kumbakonam	Thanjavur	Fresh	1	22	22
Madurai	Madurai	Local-New	1	22	22
Panruti	Cuddalore	Bangalore-Mango	1	18	18
		Mettupalayam-New	1	24	24
Thalaivasal	Salem	New	1	30	30
		Old	1	60	60

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

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