

## RED CHILLIES

### Market Analysis:

- Red chilli cash markets remained steady to slightly firm today.
- Despite of the increased arrival of new crop in Guntur market, chilli prices posted some gains due to the marginal improvement in demand.
- Forecasts of around 30% decline in domestic output during current year compared to the last year also supporting bullish sentiments.
- Overall sentiments remained weak for short term as weak futures counter partially influenced the weak sentiments in the cash markets.
- 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 shows seller's active participation.
- Prices closed below 9 and 18-day EMA's thus supporting the bearish momentum in the short term and medium term.
- MACD is moving down supporting bearish markets.
- RSI is moving down in the oversold zone and is warranting caution to the bears.

**Red Chilli futures are likely to trade range bound to weak in next trading session.**

**Participants may sell from higher levels.**

### Weather:

- Isolated rainfall would occur over Tamil Nadu and Kerala during next 48 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 stockist's demand	Bears
5	Offloading of stocks	Bears

### SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	21-03-11	19-03-11	Change
LCA 334	Guntur	6300-7700	6300-7700	-
Bedki		7500-8500	7500-8500	-

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

	21-03-11	19-03-11
Arrivals-New	70000	60000
Offtake	50000	40000



### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	8970-8975	8880	8860	9032	8601	8779	8956	9133	9311

### BLACK PEPPER:

#### Market Analysis:

- Kochi market moved higher supported by good demand in the domestic counter.
- Delhi market remained steady to firm on Monday as activity remained low in the markets.
- Prospects of increased demand from global markets for Indian Black Pepper are currently supporting domestic prices as supply crunch in global markets has opened the door for Indian pepper.
- Additionally, firm demand of the commodity in the spot markets also supporting bullish sentiments.
- Although harvesting has started in Vietnam, but negligible stock position in the country is expected to retain the global prices on higher note till the commencement of new crop arrival.
- Meanwhile, 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.

***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 buyer's active participation.
- Prices closed above 9 and 18-day EMAs supporting the bullish momentum in short term.
- MACD and RSI are moving up and support the firm sentiments in the futures market.

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

**Participants may buy from lower levels.**

#### Weather:

- Isolated rainfall would occur over Tamil Nadu and Kerala during next 48 hours and decrease thereafter.
- This may disrupt harvesting of the crop and will impact normal arrival.

#### Price Drivers:

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

#### SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	21-03-11	19-03-11	Change
Ungarbled	Kochi	22100	21900	+200
Garbled		22900	22700	+200

#### Arrivals and Offtake in Tonnes:

	21-03-11	19-03-11
Arrivals	35	20
Offtake	35	20

Pepper 1104(NCPEPJ1)2011/03/21 - Daily B:23585.00 A:23610.00  
O 23450.00 H 23900.00 L 23415.00 C 23600.00 V 8,886 I 9,198 +146  
EMA(9) 23187 (18) 23121



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	23545-23550	23785	23810	23412	23153	23376	23600	23861	24123

### TURMERIC

#### Market Analysis:

- Nizam markets remained closed on eve of Holi.
- Erode fell heavily as arrivals improved in the domestic counters.
- Sources added that sentiments may remain weak as arrivals may improve next week after Holi.
- Expectation of higher arrival may drive market down in week ahead.
- 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 weak bias on expected 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 shows seller's active participation.
- Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD and RSI are moving down supports the bearish sentiments in the markets.

**Turmeric futures are likely to trade range bound with a weak bias in next trading session.**

**However a support is seen at 9700 levels. If this levels breaks then participants may short from higher level.**

#### 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	21-03-11	19-03-11	Change
Finger	Erode	10800-11700	Closed	-300
Gattah		10300-11200	Closed	-300
Nizam	Nizamabad	Closed	Closed	-

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

	Centre	19-03-11	18-03-11
Arrivals	Erode	20000-22000	Closed
Offtake		13000-14000	Closed
Arrivals	Nizamabad	Closed	Closed
Offtake		Closed	Closed

Turmeric 1104(NCTMCJ1)2011/03/21 - Daily B:9732.00 A:9734.00  
O 9834.00 H 10022.00 L 9730.00 C 9734.00 V 3,405 I 7,760 -172  
EMA(9) 10109 (18) 10161



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	WAIT	-	-	-	-	9530	9632	9734	9934	10134

### CARDAMOM

#### Market Analysis:

- Cardamom prices at spot markets fell on Monday.
- Markets fell as arrivals improved slightly in the domestic counters.
- Sources say that higher levels of arrivals in the domestic markets may further pressurise the prices and may push the prices slightly down in medium term.
- However demand remained firm as result of ongoing marriage season.
- 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.
- Adequate stock in the physical markets following increased arrivals from the southern producing region may put pressure on cardamom futures prices in medium term.

***We believe that cash markets may remain range bound in the short term amid higher 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 negative trend.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD is moving up in the neutral region supporting bullish sentiment.
- RSI is moving down in the neutral zone supporting the negative sentiments.

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

**However a support is seen at 1100 levels. If this levels breaks then participants may short from higher levels.**

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu and Kerala.
- Fairly widespread thundershowers are expected during the period of one week over Kerala and Tamil Nadu which 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	21-03-11	19-03-11	Change
Small	Max Auction Price	935-1040.5	1132	-91.5
	Average Auction Price	849-939.4	1015.31	-75.91

#### Arrivals and Offtake in Kgs:

	21-03-11	19-03-11
Arrivals	16767	12618
Offtake	15896	12283

CARDAMOM 1104(MXCAMJ1)2011/03/21 - Daily B:1103.10 A:1103.10  
O 1130.00 H 1130.00 L 1103.10 C 1103.10 V 1,046 T 107,288 I 1,495 -34.1  
EMA(9) 1126.5 (18) 1150.4



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Apr	WAIT	-	-	-	-	1085	1094	1103.1	1121	1140



### CUMIN SEED

#### Market Analysis:

- Unjha cash market remained steady as activity remained weak after Holi.
- Arrivals also declined on Monday however sources added that arrivals may improve in this week adding to the weak sentiments.
- Sluggish demand in the Unjha market pressurizes the prices weakness.
- Sources added that markets sentiments will remain weak due to weak spot and export demand.
- Production this year could be lower in Gujarat due to bad weather in Gujarat. However Rajasthan is expected to produce more due to higher plantings.
- The production estimates in Gujarat is expected to be lower at 14-15 lakh bags compared to previous year estimates 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. Price trend in the medium to long term may depend on production estimates and export demand.***

#### Technical Analysis:

- Candlestick formation shows indecision in the market.
- Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD is flat supports sideways markets.
- RSI is moving down sideways which indicate sideways sentiments in the markets.

**Cumin seed futures are likely to trade range bound with a weak bias in next trading session.**

**However weak fundamentals may support the downtrend in the futures counter.**

**Participants may wait and watch for the next day or so.**

#### 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	21-03-11	19-03-11	Change
Loose		12575	12575	-
Machine Cut	Unjha	13950	13950	-
NCDEX Quality		13425-13450	13425-13450	-

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

	21-03-11	19-03-11
Arrivals-New	13000	15000
Offtake	12000	8000

JEERA 1104(NCJEEJ1)2011/03/21 - Daily B:16076.00 A:16089.00  
O 16031.00 H 16238.00 L 15945.00 C 16080.00 V 6,144 I 17,277 +5



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	WAIT	-	-	-	-	15794	15937	16080	16230	16380

### CORIANDER SEED

#### Market Analysis:

- Coriander seed markets fell in Ramganj as arrivals were higher after the Holi break.
- Sources revealed that, arrivals may increase and this may bring the down the spot markets.
- Sources added that this year initial traders estimates were 1 crore bags however due to bad weather conditions during the harvest production may be lower than the initial prediction.
- Sources revealed that, due to high moisture level in new crop demand remained lower.

**Coriander prices are expected to trade range bound with weak bias on anticipation of higher arrivals in the short term. Medium to long term sentiments depend on demand from stockiest and millers in the spot market.**

#### Technical Analysis:

- Candlestick chart pattern indicates the bearish sentiment in the market.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD is flat supports sideways markets.
- RSI is moving down sideways which indicate sideways sentiments in the markets.

**Coriander seed futures are likely to trade range bound with a weak bias in next trading session.**

**However, firm fundamental may support the uptrend in the futures counter.**

**Participants may buy from lower levels.**

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu, Kerala.
- Fairly widespread rain/thundershowers are expected during the period of one week over Kerala and Tamil Nadu which 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	21-03-11	19-03-11	Change
Badami	Ramganj	3750-3950	3800-4000	-50
Eagle		3950-4350	4000-4400	-50

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

	21-03-11	19-03-11
Arrivals-New	14000-15000	12000-13000
Arrivals-Old	-	500-1000
Offtake	15000	5000-6000

CORIANDER 1104(NCCODJ1)2011/03/21 - Daily B:4741.00 A:4749.00  
O 4762.00 H 4795.00 L 4735.00 C 4742.00 V 3,980 I 17,630 -21



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	4700-4705	4752	4767	4666	4660	4697	4742	4780	4817

**WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS**

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					21-03-11	19-03-11
<b>Cardamom</b>	Kochi	Ernakulum	Local	1	514	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	
					21-03-11	19-03-11
<b>Pepper</b>	Kochi	Ernakulum	Black	1	223	223
			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	
					21-03-11	19-03-11
<b>Coriander</b>	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	
					21-03-11	19-03-11
<b>Turmeric</b>	Madurai	Madurai	Local	1	35	35

**WHOLESALE PRICES FOR MINOR SPICES IN KERALA AND TAMIL NADU MANDIS**

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					21-03-11	19-03-11
<b>Clove</b>	Kochi	Ernakulum	Local	1	328	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	
					21-03-11	19-03-11
<b>Fennel</b>	Kochi	Ernakulum	Local	1	70	70
	Coimbatore	Coimbatore	Local	1	110	110
	Mettupalayam	Coimbatore	Local	1	108	108
	Gandhi Market	Tiruchirapalli	Local	1	180	180
	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	
					21-03-11	19-03-11
<b>Cinnamon</b>	Kochi	Ernakulum	Local	1	120	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	
					21-03-11	19-03-11
<b>Fenugreek</b>	Kochi	Ernakulum	Local	1	75	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



Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					21-03-11	19-03-11
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	
					21-03-11	19-03-11
Garlic	Kochi	Ernakulum	Nadan	1	146	146
	Coimbatore	Coimbatore	China	1	-	150
			H.P	1	-	90
	Ottanchatram	Dindigul	M.P	1	40-50	55-60
			China	1	200	200
			Hill	1	340	340
	Koyambedu	Chennai	Local	1	40-100	40-100
			Old	1	45-65	50-70
	Hosur	Krishnagiri	Local	1	260	260
			M.P	1	220	220
	K.R. Market	Bangalore	Nadu	1	50-80	40-60
			MP	1	55	55
			UP	1	55	65
	Kumbakonam	Thanjavur	China	1	180	190
			Local first	1	80	80
			Local Second	2	70	70
	Madurai	Madurai	Local third	3	60	60
			Dindigul	1	65	65
	Mettupalayam	Coimbatore	Himachal Pradesh	1	160	160
			Jamnagar	1	100	100
	Panruti	Cuddalore	Ooty	1	350	350
			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	
					21-03-11	19-03-11
Ginger	Kochi	Ernakulum	Dry	1	54	52
			Vegetable-Fresh	1	29	30
	Coimbatore	Coimbatore	Mango	1	14	14
	Koyambedu	Chennai	Kolkata-New	1	21.5	21.5
			Mango	1	20	18
	Hosur	Krishnagiri	Kodagu	1	40	40
			New	1	20	20

**SPICES**
**DATE: 22-03-2011**

		UP	1	30	30
Gandhi Market	Tiruchirapalli	Local-New	1	30	30
		Himachal	1	24	24
K.R. Market	Bangalore	Kodagu	1	28	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://india.in/india/market\\_information\\_ta](http://india.in/india/market_information_ta)

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