

### RED CHILLI

#### Market Analysis:

- **Today's Market:** Red Chilli cash markets fell on Tuesday as demand continued to be sluggish.
- **Higher Arrivals:** markets fell as new crop arrivals continued to be higher.
- **Traders' estimates:** Traders have estimated a decline of 30% in domestic output during current year compared to the last year.
- **Weak futures:** Sentiments remained weak as weak futures counter partially influenced the weak sentiments in the cash markets.
- **Going Forward:** 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 remain weak on subdued spot demand and higher arrivals. 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.**  
**However there is a support at 8800 levels, so markets may rebound from these levels.**  
**Participants should wait before trading in the next trading session.**

#### Weather:

- Isolated rainfall would occur over Tamil Nadu and Kerala.
- 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	22-03-11	21-03-11	Change
LCA 334	Guntur	6200-7600	6300-7700	-100
Bedki		7400-8400	7500-8500	-100

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

	22-03-11	21-03-11
Arrivals-New	50000	70000
Offtake	45000	50000

CHILL334GTR 1104(NCGTRJ1)2011/03/22 - Daily B:8820.00 A:8842.00  
O 8902.00 H 8920.00 L 8724.00 C 8828.00 V 3,380 I 8,790 -178

EMA(9) 9254.1 (18) 9518.9



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	WAIT	-	-	-	-	8628	8728	8828	8924	9020

### BLACK PEPPER:

#### Market Analysis:

- **Today's Market:** *Black Pepper cash markets remained steady on Tuesday in Kochi.*
- *Delhi market remained steady on Tuesday as activity remained low in the markets.*
- **Supply Crunch:** Sources added that this year due to lower production in the global markets we could a supply shortage this year.
- Additionally, firm demand of the commodity in the spot markets also supporting bullish sentiments.
- **Higher arrivals:** Sources added that sentiments may remain weak as arrivals may improve in this week.
- **Going Forward:** 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.
- This may disrupt harvesting of the crop and will impact arrivals.

#### 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	22-03-11	21-03-11	Change
Ungarbled	Kochi	22100	22100	-
Garbled		22900	22900	-

#### Arrivals and Offtake in Tonnes:

	22-03-11	21-03-11
Arrivals	35	35
Offtake	55	35

Pepper 1104(NCPEPJ1)2011/03/22 - Daily B:23720.00 A:23730.00  
O 23619.00 H 23815.00 L 23517.00 C 23731.00 V 6,900 I 9,126 +131  
EMA(9) 23296 (18) 23185



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	23655-23660	23897	23956	23504	23258	23387	23731	23989	24161

### TURMERIC

#### Market Analysis:

- **Today's Market:** Nizam markets remained steady on Tuesday amid higher arrivals in the market.
- **Erode remained closed due to local festival.**
- **Higher arrivals:** Sources added that sentiments may remain weak as arrivals may improve in this week.
- **Going Forward:** However sources added that sentiments could remain bullish in the medium run on fresh reports of bad weather in the previous few weeks could cause damage to the crops in A.P, and Tamil Nadu.
- **Higher Production:** However, higher production estimates for this year at 50-60 lakh bags all over India compared to 40-45 lakh bags during the previous year may bring the markets down in the long run.

*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 buyer's active participation.
- Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD is moving down supports the bearish sentiments in the markets.
- RSI is moving up supports the bullish sentiments in the markets.

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

**Participants may buy from lower levels.**

#### Weather:

- Scattered thundershowers would occur over Tamil Nadu and Kerala.
- 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	22-03-11	21-03-11	Change
Finger	Erode	Closed	10800-11700	-
Gattah		Closed	10300-11200	-
Nizam	Nizamabad	11800-12000	Closed	-

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

	Centre	22-03-11	21-03-11
Arrivals	Erode	Closed	20000-22000
Offtake		Closed	13000-14000
Arrivals	Nizamabad	20000	Closed
Offtake		20000	Closed



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	9810-9815	9913	9933	9748	9594	9725	9910	10026	10142

### CARDAMOM

#### Market Analysis:

- **Today's Market:** Cardamom markets saw a rebound on Tuesday amid higher arrivals in the market.
- **Higher arrivals:** Sources added that sentiments may remain weak as arrivals may improve in this week.
- **Firm Demand:** 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.
- **SPICES BOARD:** According to Spices Board cardamom production is estimated around 10,350 tonnes compared with 10,075 tonnes last year.
- **Going Forward:** 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 shows indecision.
- 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 as a support is seen at 1100 levels.**

**Participants may buy from lower levels.**

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu and Kerala.
- This may disrupt harvesting of the crop and will impact arrivals.

#### 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	22-03-11	21-03-11	Change
Small	Max Auction Price	1270	935-1040.5	+229.5
	Average Auction Price	992.15	849-939.4	+52.75

#### Arrivals and Offtake in Kgs:

	22-03-11	21-03-11
Arrivals	46450	16767
Offtake	46450	15896



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Apr	BUY	1085-1087	1102	1107	1074	1045	1061	1102.2	1118	1134



### CUMIN SEED

#### Market Analysis:

- **Today's Market:** *Unjha markets fell heavily on Tuesday as arrivals improved in the market.*
- **Going Forward:** Sources added that arrivals may improve in this week adding to the weak sentiments.
- **Weak Demand:** Sluggish demand in the domestic market and the export market may continue to pull the markets lower.
- **Lower Production:** 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.
- **Production estimates:** 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 seller's active participation.
- 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 down in the oversold region and is warranting caution to the bears.

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

**Participants may cover their positions on Wednesday.**

**Fresh buy calls may be made at 15500 levels.**

#### Weather:

Dry weather conditions in Gujarat and Rajasthan may assist in

#### 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	22-03-11	21-03-11	Change
Loose		12375	12575	-300
Machine Cut	Unjha	13750	13950	-300
NCDEX		13225-	13525-	
Quality		13250	13550	-300

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

	22-03-11	21-03-11
Arrivals-New	16000	13000
Offtake	15000	12000



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	15530-15535	15690	15710	15440	15264	15400	15630	15949	16268

### CORIANDER SEED

#### Market Analysis:

- **Today's Market:** Coriander seed markets fell in Ramganj as arrivals were higher on Tuesday.
- **Going Forward:** Sources added that arrivals may improve in this week adding to the weak sentiments.
- **Weak Demand:** Sluggish demand in the domestic market and the export market may continue to pull the markets lower.
- **Production estimates:** Sources added that this year initial trader's 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:

- Coriander seed chart is charting new lows.
- Candlestick chart pattern shows seller's active participation.
- 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 in the oversold region and is warranting caution to the bears.

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

**However markets being oversold covering could be seen.**

**Fresh shorts should not be given. Participants with previous positions should cover on Wednesday.**

#### Weather:

- Isolated thundershowers would occur over Tamil Nadu and Kerala.
- This may disrupt harvesting of the crop and will impact arrivals.

#### 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	22-03-11	21-03-11	Change
Badami	Ramganj	3700-3900	3750-3950	-50
Eagle		3900-4300	3950-4350	-50

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

	22-03-11	21-03-11
Arrivals	18000	14000-15000
Offtake	18000	15000

CORIANDER 1104(NCCODJ1)2011/03/22 - Daily B:4557.00 A:4557.00  
O 4725.00 H 4749.00 L 4557.00 C 4557.00 V 6,940 I 17,660 -189



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	WAIT	-	-	-	-	4429	4493	4557	4685	4813

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

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					22-03-11	21-03-11
<b>Cardamom</b>	Kochi	Ernakulum	Local	1	514	514
	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	
					22-03-11	21-03-11
<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	
					22-03-11	21-03-11
<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	
					22-03-11	21-03-11
<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	
					22-03-11	21-03-11
<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	
					22-03-11	21-03-11
<b>Fennel</b>	Kochi	Ernakulum	Local	1	73	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	
					22-03-11	21-03-11
<b>Cinnamon</b>	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	
					22-03-11	21-03-11
<b>Fenugreek</b>	Kochi	Ernakulum	Local	1	76	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	
					22-03-11	21-03-11
<b>Nutmeg</b>	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	
					22-03-11	21-03-11
<b>Garlic</b>	Kochi	Ernakulum	Nadan	1	145	146
	Coimbatore	Coimbatore	China	1	-	-
			H.P	1	-	-
	Ottanchatram	Dindigul	M.P	1	40-50	40-50
			China	1	200	200
			Hill	1	340	340
	Koyambedu	Chennai	Local	1	40-100	40-100
			Old	1	45-65	45-65
	Hosur	Krishnagiri	Local	1	260	260
			M.P	1	220	220
	K.R. Market	Bangalore	Nadu	1	60-80	50-80
			MP	1	55	55
			UP	1	55	55
	Kumbakonam	Thanjavur	China	1	180	180
			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
			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	
					22-03-11	21-03-11
<b>Ginger</b>	Kochi	Ernakulum	Dry	1	54	54
			Vegetable-Fresh	1	29	29
	Coimbatore	Coimbatore	Mango	1	14	14
	Koyambedu	Chennai	Kolkata-New	1	21	21.5
			Mango	1	18	20
	Hosur	Krishnagiri	Kodagu	1	40	40
			New	1	20	20

**SPICES**
**DATE: 23-03-2011**

		UP	1	30	30
Gandhi Market	Tiruchirapalli	Local-New	1	30	30
		Himachal	1	24	24
K.R. Market	Bangalore	Kodagu	1	28	28
		Maran	1	24	24
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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