

RED CHILLI

Market Analysis:

- **Today's Market:** Red Chilli cash markets continued its weakness on Wednesday as demand continued to be sluggish.
- **Higher Arrivals:** markets fell as new crop arrivals continued to be higher.
- **Weak futures:** Sentiments remained weak as weak futures counter partially influenced the weak sentiments in the cash markets.
- **Traders' estimates:** However, traders have estimated a decline of 30% in domestic output during current year compared to the last year.
- **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.

Participants may short from higher levels.

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	23-03-11	22-03-11	Change
LCA 334	Guntur	6100-7500	6200-7600	-100
Bedki		7300-8300	7400-8400	-100

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

	23-03-11	22-03-11
Arrivals-New	50000	50000
Offtake	40000	45000

CHLL334GTR 1104(NCGTRJ1)2011/03/23 - Daily B:8656.00 A:8674.00
O 8750.00 H 8868.00 L 8660.00 C 8670.00 V 3,415 I 8,640 -336
EMA(9) 9222.5 (18) 9502.2



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	8700-8705	8613	8598	8758	8466	8568	8670	8864	9058

BLACK PEPPER:

Market Analysis:

- Today's Market: *Black Pepper cash markets remained steady on Wednesday in Kochi.*
- Delhi market also traded steady on Wednesday 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.

Planters Hoarding: According to our sources stock arrivals are limited in Vietnam and India since the growers are expected to hold the stocks for better price realization.

- Firm Demand:** Additionally, firm demand of the commodity in the spot markets also supporting bullish sentiments.
- High Exports:** 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.
- 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.

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 reveals indecision.
- 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 possibility of profit booking in the next trading session.

Participants should wait.

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	23-03-11	22-03-11	Change
Ungarbled	Kochi	22100	22100	-
Garbled		22900	22900	-

Arrivals and Offtake in Tonnes:

	22-03-11	21-03-11
Arrivals	25	35
Offtake	45	55

Pepper 1104(NCPEPJ1)2011/03/23 - Daily B:23730.00 A:23740.00
O 23745.00 H 23860.00 L 23563.00 C 23730.00 V 5,292 I 9,106 -1
EMA(9) 23382 (18) 23242



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	WAIT	-	-	-	-	23278	23420	23730	23872	24014

TURMERIC

Market Analysis:

- **Today's Market:** *Nizam and Erode markets fell heavily on Wednesday as arrivals remained higher in the market.*
- **Higher arrivals:** Sources added that sentiments may remain weak as arrivals may improve in this week.
- Sources in Erode additionally said that markets will be closed from Friday 25th March and will reopen only on 5th April on Tuesday due to a local festival. So farmers may bring more arrivals in the market tomorrow which may pull the markets lower.
- **Weak Demand:** Sources also added that weak domestic and export demand will continue to weaken markets.
- **Weak futures:** Sentiments remained weak as weak futures counter partially influenced the weak sentiments in the cash markets.
- **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 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.

Participants may short from higher levels.

Weather:

- Scattered thundershowers would occur over Tamil Nadu and Kerala.
- This may disrupt harvesting of the crop.

Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	9700-9705	9603	9579	9768	9441	9555	9670	9879	10088

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	23-03-11	22-03-11	Change
Finger	Erode	10600-11400	Closed	-300
Gattah		10100-10900	Closed	-300
Nizam	Nizamabad	11600-11700	11800-12000	-300

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

	Centre	23-03-11	22-03-11
Arrivals	Erode	20000	Closed
Offtake		15000	Closed
Arrivals	Nizamabad	10000	20000
Offtake		10000	20000

Turmeric 1104(NCTMCJ1)2011/03/23 - Daily B:9652.00 A:9660.00
O 9900.00 H 9974.00 L 9650.00 C 9670.00 V 4,365 I 7,220 -240



CARDAMOM

Market Analysis:

- **Today's Market:** Cardamom markets remained mixed on Wednesday amid higher arrivals in the market.
- **Higher arrivals:** Sources added that sentiments may remain weak as arrivals may improve in this week.
- **Firm futures:** Sentiments remained firm as firm futures counter partially influenced the firm sentiments in the cash markets.
- **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 buyer's participation at lows.
 - Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
 - MACD and RSI are moving up in the neutral region supporting bullish sentiment.
- 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	23-03-11	22-03-11	Change
Small	Max Auction Price	1275	1270	+5
	Average Auction Price	982.07	992.15	-10.08

Arrivals and Offtake in Kgs:

	23-03-11	22-03-11
Arrivals	38844	46450
Offtake	37439	46450



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Apr	BUY	1105-1107	1122	1125	1095	1060	1075	1114	1144	1163

CUMIN SEED

Market Analysis:

- **Today's Market:** *Unjha markets fell on Wednesday as arrivals improved in the market.*
- **Higher arrivals:** Sources added that arrivals may improve in this week adding to the weak sentiments.
- **Weak futures:** Sentiments remained weak as weak futures counter partially influenced the weak sentiments in the cash markets over the last few weeks.
- **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 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 bearish sentiments.
- RSI is moving up supports bullish sentiments.

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

Weak fundamentals do not support today's uptrend.

Participants may sell from highs.

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	23-03-11	22-03-11	Change
Loose		12275	12375	-100
Machine Cut	Unjha	13650	13750	-100
NCDEX Quality		13125-13150	13225-13250	-100

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

	23-03-11	22-03-11
Arrivals-New	27000	16000
Offtake	20000	15000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	15810-15815	15652	15627	15909	15293	15501	16027	16027	16235

CORIANDER SEED

Market Analysis:

- **Today's Market:** Coriander seed markets fell in Ramganj as arrivals were higher on Wednesday.
- **Weak Demand:** Sluggish demand in the domestic market and the export market has pulled the markets lower and may continue to do so.
- **Weak futures:** Sentiments remained weak as weak futures counter partially influenced the weak sentiments in the cash markets.
- **Going Forward:** Sources added that arrivals may improve in this week adding to the weak sentiments.
- **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.

Participants may sell from highs.

Weather:

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

Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	4500-4505	4455	4445	4535	4288	4386	4483	4578	4672

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	23-03-11	22-03-11	Change
Badami	Ramganj	3600-3800	3700-3900	-100
Eagle		3800-4200	3900-4300	-100

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

	23-03-11	22-03-11
Arrivals	30000	18000
Offtake	25000	18000

CORIANDER 1104(NCCODJ1)2011/03/23 - Daily B:4483.00 A:4489.00
O 4500.00 H 4575.00 L 4383.00 C 4483.00 V 10,680 I 17,870 -80

EMA(9) 4701.2 (18) 4816.6



SPICES

DATE: 24-03-2011

WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					23-03-11	22-03-11
Cardamom	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	
					23-03-11	22-03-11
Pepper	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	
					23-03-11	22-03-11
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	
					23-03-11	22-03-11
Turmeric	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	
					23-03-11	22-03-11
Clove	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	
					23-03-11	22-03-11
Fennel	Kochi	Ernakulum	Local	1	73	73
	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	
					23-03-11	22-03-11
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	
					23-03-11	22-03-11
Fenugreek	Kochi	Ernakulum	Local	1	76	76
	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	
					23-03-11	22-03-11
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	
					23-03-11	22-03-11
Garlic	Kochi	Ernakulum	Nadan	1	145	145
	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	60	260
			M.P	1	50	220
	K.R. Market	Bangalore	Nadu	1	60-80	60-80
			MP	1	55	55
			UP	1	60	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	
					23-03-11	22-03-11
Ginger	Kochi	Ernakulum	Dry	1	54	54
			Vegetable-Fresh	1	29	29
	Coimbatore	Coimbatore	Mango	1	14	14
	Koyambedu	Chennai	Kolkata-New	1	21.50	21
			Mango	1	18	18
	Hosur	Krishnagiri	Kodagu	1	20	40
			New	1	17	20

SPICES

DATE: 24-03-2011

		UP	1	20	30
Gandhi Market	Tiruchirapalli	Local-New	1	26	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

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