

### RED CHILLI

#### Market Analysis:

- **Today's Market:** *Red Chilli cash markets remained steady on Thursday amid weak demand.*
- **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 Coastal Karnataka, 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	24-03-11	23-03-11	Change
LCA 334	Guntur	6300-7800	6300-7800	-
Bedki		7500-8500	7500-8500	-

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

	24-03-11	23-03-11
Arrivals-New	50000	50000
Offtake	45000	40000



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	8400-8405	8316	8300	8457	8173	8259	8346	8519	8693

### BLACK PEPPER:

#### Market Analysis:

- Today's Market: *Black Pepper cash markets remained steady on Thursday in Kochi.*
- Delhi market also traded steady on Thursday 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 is moving up and support the firm sentiments in the futures market.
- RSI is moving down support the bearish sentiments in the market.

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

**Participants may buy from lower levels.**

#### Weather:

- Isolated rainfall would occur over Coastal Karnataka, 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	BUY	23550-23555	23790	23815	23417	23255	23382	23611	23864	23978

#### 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	24-03-11	23-03-11	Change
Ungarbled	Kochi	22100	22100	-
Garbled		22900	22900	-

#### Arrivals and Offtake in Tonnes:

	24-03-11	23-03-11
Arrivals	35	25
Offtake	25	45



## TURMERIC

### Market Analysis:

- **Today's Market:** Nizam markets remained steady on Thursday amid higher arrivals in the market.
- **Erode markets remained steady on Thursday amid higher arrivals in the market.**
- **Higher arrivals:** Sources added that sentiments may remain weak as arrivals may improve in this week.
- **Erode Closed:** Sources in Erode additionally said that markets will be closed from Friday 25<sup>th</sup> March and will reopen only on 5<sup>th</sup> 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.
- **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 weak bias in next trading session.**

**Participants may short from higher levels.**

### Weather:

- Isolated rainfall would occur over Coastal Karnataka, 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	24-03-11	23-03-11	Change
Finger	Erode	10600-	10600-	
		11400	11400	-
Gattah	Erode	10100-	10100-	
		10900	10900	-
Nizam	Nizamabad	11600-	11600-	
		11700	11700	-

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

	Centre	24-03-11	23-03-11
Arrivals	Erode	20000-	20000
		22000	
Offtake	Erode	15000-	15000
		17000	
Arrivals	Nizamabad	15000	10000
Offtake	Nizamabad	15000	10000

Turmeric 1104(NCTMCJ1)2011/03/24 - Daily B:9730.00 A:9758.00  
O 9602.00 H 9852.00 L 9602.00 C 9734.00 V 3,625 I 6,995 +64  
EMA(9) 9938.1 (18) 10049



### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	9835-9840	9737	9722	9899	9479	9607	9734	9857	9979

### CARDAMOM

#### Market Analysis:

- **Today's Market:** Cardamom markets moved higher on Thursday amid higher arrivals in the market.
- **Higher arrivals:** Sources however 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 indecision in the markets.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD and RSI are flat in the neutral region supporting sideways 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 rainfall would occur over Coastal Karnataka, 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	24-03-11	23-03-11	Change
Small	Max Auction Price	1201.5-1290	1275	+15
	Average Auction Price	983.5-1017.76	982.07	+35.69

#### Arrivals and Offtake in Kgs:

	24-03-11	23-03-11
Arrivals	38463	38844
Offtake	37351	37439

CARDAMOM 1104(MXCAMJ1)2011/03/24 - Daily B:1112.60 A:1113.90  
O 1114.00 H 1127.00 L 1109.00 C 1113.00 V 716 T 64,410 I 1,456 -0.3  
EMA(9) 1118.4 (18) 1137.0



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Apr	BUY	1100-1102	1117	1120	1090	1056	1073	1113	1147	1167



### CUMIN SEED

#### Market Analysis:

- **Today's Market:** *Unjha markets remained steady on Thursday as arrivals continued to remain higher in the market.*
- **Jodhpur markets also remained steady as buyer's activity remained low due to financial year ending.**
- **Higher arrivals:** Sources added that arrivals may improve in this week adding to the weak sentiments.
- **Rainfall in Rajasthan:** Sources added that unexpected rains have been falling in Rajasthan which could lead to crop losses in the state.
- **Crop shortage:** Sources added that markets could move higher on crop shortage due to lower production and unexpected rains in Rajasthan.
- **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 indecision in the markets.
- Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD is flat supports sideways sentiments.
- RSI is moving up supports bullish sentiments.

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

**Participants may buy from lows.**

#### Weather:

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

Wet weather in North Rajasthan area could lead to disruption in 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	24-03-11	23-03-11	Change
Loose		12375	12375	-
Machine Cut	Unjha	13750	13750	-
NCDEX		13225-	13225-	-
Quality		13250	13250	-

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

	24-03-11	23-03-11
Arrivals-New	25000	27000
Offtake	20000	20000

JEERA 1104(NCJEEJ1)2011/03/24 - Daily B:15769.00 A:15778.00

O 15750.00 H 15880.00 L 15582.00 C 15771.00 V 7,233 I 15,834 +61

EMA(9) 15988 (18) 16225



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	15695-15700	15857	15882	15601	15310	15446	15771	15906	16042

### CORIANDER SEED

#### Market Analysis:

- **Today's Market:** Coriander seed markets rebound in Ramganj as only pending stocks were sold on Thursday.
- No Fresh arrivals were seen on Thursday as pending stocks of Wednesday were sold on Thursday.
- **Weak Demand:** However weak demand continued in the domestic and the export markets and will continue to pull the markets lower.
- **Fresh arrivals:** Fresh arrivals are expected on Friday onwards and this will continue drag markets lower.
- **Weak futures:** Sentiments remained weak on Thursday as weak futures counter partially influenced the weak sentiments in the cash markets.
- **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 moving down supports bearish sentiments.
- 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 rainfall would occur over Coastal Karnataka, 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	4450-4455	4406	4391	4487	4289	4355	4420	4501	4581

#### Price Drivers:

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

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

Grade	Centre	24-03-11	23-03-11	Change
Badami	Ramganj	3650-3850	3600-3800	+50
Eagle		3850-4250	3800-4200	+50

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

	24-03-11	23-03-11
Arrivals	0	30000
Offtake	7000-8000	25000

CORIANDER 1104(NCCODJ1)2011/03/24 - Daily B:4403.00 A:4423.00  
O 4510.00 H 4516.00 L 4370.00 C 4420.00 V 4,250 I 17,280 -76



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

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					24-03-11	23-03-11
<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	
					24-03-11	23-03-11
<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	
					24-03-11	23-03-11
<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	
					24-03-11	23-03-11
<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	
					24-03-11	23-03-11
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	
					24-03-11	23-03-11
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	
					24-03-11	23-03-11
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	
					24-03-11	23-03-11
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	
					24-03-11	23-03-11
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	
					24-03-11	23-03-11
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	60
			M.P	1	50	50
	K.R. Market	Bangalore	Nadu	1	60-80	60-80
			MP	1	-	55
			UP	1	-	60
	Kumbakonam	Thanjavur	China	1	165	180
			Local first	1	70	80
			Local Second	2	60	70
	Madurai	Madurai	Local third	3	50	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	
					24-03-11	23-03-11
Ginger	Kochi	Ernakulum	Dry	1	54	54
			Vegetable-Fresh	1	29	29
	Coimbatore	Coimbatore	Mango	1	14	14
	Koyambedu	Chennai	Kolkata-New	1	22	21.50
			Mango	1	20	18
	Hosur	Krishnagiri	Kodagu	1	20	20
			New	1	17	17

**SPICES**
**DATE: 25-03-2011**

		UP	1	20	20
Gandhi Market	Tiruchirapalli	Local-New	1	26	26
		Himachal	1	-	24
K.R. Market	Bangalore	Kodagu	1	-	28
		Maran	1	-	24
Kumbakonam	Thanjavur	Fresh	1	23	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://indq.in/india/market information ta](http://indq.in/india/market_information_ta)

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