

RED CHILLI

Market Analysis:

- **Today's Market:** Red Chilli cash markets remained closed and will re-open on April 04th due to the financial year closing.
- **Firm futures:** Sentiments remained firm as firm futures counter partially influenced the firm sentiments in the cash markets on Wednesday.
- **Weak Demand:** Sources however say that demand continues to be weak and may continue to pull the markets lower.
- **Higher Arrivals:** Markets sentiments remained weak as new crop arrivals continued to be higher.
- **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 sellers participation.
 - Prices closed below 9 and 18-day EMA's thus supporting the bearish momentum in the short term.
 - MACD is flat supporting sideways sentiments.
 - RSI is moving down supporting bearish sentiments.
- Red Chilli futures are likely to trade range bound to weak in next trading session.**
- Participants may sell from highs.**

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	Firm futures counter	Bulls
3	Weak spot demand	Bears
4	Higher arrivals	Bears
5	Offloading of stocks	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	31-03-11	30-03-11	Change
LCA 334	Guntur	Closed	Closed	-
Bedki		Closed	Closed	-

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

	31-03-11	30-03-11
Arrivals	Closed	Closed
Offtake	Closed	Closed

CHILL334GTR 1106(NCGTRM1)2011/03/31 - Daily B:8958.00 A:8970.00
O 9070.00 H 9118.00 L 8910.00 C 8970.00 V 1,245 I 7,745 -72

EMA(9) 9085.8 (18) 9442.0



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	SELL	9000-9005	8910	8895	9060	8737	8823	8970	9143	9217

BLACK PEPPER:

Market Analysis:

- **Today's Market:** *Black Pepper cash markets fell on Thursday in Kochi.*
- *Delhi market remained steady on Wednesday amid low activity low in the markets due to financial year closing.*
- *Markets moved lower as arrivals improved as planters bought on more stocks due to higher prices.*
- **Firm Demand:** However sources reported sturdy demand for spices in the local markets and higher export orders.
- **Lower Supply:** Markets could move higher this year due to an estimated decline in the global production.
- **Total global production** this year could be at 257,000 tonnes compared to 290,700 tonnes last year, a decline of 33,000-35,000 tonnes.
- **Production estimates:** Indian production to be at 40,000 tonnes compared to 55,000 tonnes.
- **Other producers:** In Brazil and China, total production this year might be 30,000 tonnes each and total production from Vietnam is estimated at 110,000 tonnes.

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 sellers active participation.
- 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 supporting bearish sentiments.

Black Pepper futures are likely to trade range bound to firm in next trading session.

Participants may buy from lows.

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	Lower arrivals in Kochi	Bulls
2	Lower production in India	Bulls
3	Strong export demand	Bulls
4	Lower production in China and Brazil	Bulls
5	Weak demand at high	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	31-03-11	30-03-11	Change
Ungarbled	Kochi	23000	23200	-200
Garbled		23800	24000	-200

Arrivals and Offtake in Tonnes:

	31-03-11	30-03-11
Arrivals	40	20
Offtake	20	40

Pepper 1104(NCPEP1)2011/03/31 - Daily B:24595.00 A:24616.00
O 24830.00 H 24940.00 L 24411.00 C 24612.00 V 6,143 I 7,067 -228
EMA(9) 24254 (18) 23886



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	24500-24510	24755	24775	24362	24125	24300	24612	24897	25183

TURMERIC

Market Analysis:

- **Today's Market:** Nizam markets remained closed and will re-open on April 04th due to the financial year closing.
 - **Erode markets remained closed and will re-open on April 05th.**
 - **Erode Closed:** 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.
 - **Higher arrivals:** Sources added that sentiments may remain weak as arrivals may improve in this week.
 - 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 sellers 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 firm bias in next trading session.**
Participants may buy from lows.

Weather:

- Isolated rainfall 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	31-03-11	30-03-11	Change
Finger Gattah	Erode	Closed	Closed	-
		Closed	Closed	-
Nizam	Nizamabad	Closed	Closed	-

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

	Centre	31-03-11	30-03-11
Arrivals	Erode	Closed	Closed
Offtake		Closed	Closed
Arrivals	Nizamabad	Closed	Closed
Offtake		Closed	Closed



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	9400-9405	9499	9514	9343	9200	9300	9500	9600	9700

CARDAMOM

Market Analysis:

- **Today's Market:** Cardamom markets saw a rebound on Thursday as arrivals declined in the market.
- **Higher arrivals:** However, sources say that sentiments may remain weak in the medium to long term as arrivals is expected to improve.
- **Weak futures:** Sentiments remained weak this week as weak futures counter this week has pulled the cash markets lower.
- **Higher Production:** 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 to weak in the short term due to higher arrivals. In the longer run markets could remain weak on better output from India and lower imports from Guatemala.

Technical Analysis:

- Candlestick formation reveals sellers participation.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD is flat supporting sideways markets.
- RSI is moving down supports the bearish sentiments in the markets.

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

Participants may buy from lows.

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	Planters hoarding stocks	Bulls
2	Firm spot and stockists demand	Bulls
3	Arrivals decline	Bulls
4	Higher production	Bears
5	Weak futures	Bears

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	31-03-11	30-03-11	Change
Small	Max Auction Price	1206	1168	+38
	Average Auction Price	900.37	896.58	+3.79

Arrivals and Offtake in Kgs:

	31-03-11	30-03-11
Arrivals	26475	43072
Offtake	25728	42074



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Apr	BUY	1065-1067	1082	1087	1054	1031	1050	1083.8	1103	1123

CUMIN SEED

Market Analysis:

- **Today's Market:** *Unjha markets remained closed and will re-open on April 02nd due to the financial year closing.*
- Jodhpur markets also remained steady as buyer's activity remained low due to financial year ending.
- **Lower arrivals:** Sources added that arrivals may decline next week due to the markets being closed due to financial year ending.
- **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 firm on lower arrivals next week. Price trend in the medium to long term may depend on production estimates and export demand.

Technical Analysis:

- Candlestick formation shows sellers active participation.
 - 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 down supports bearish 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 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	31-03-11	30-03-11	Change
Loose	Unjha	Closed	Closed	-
Machine		Closed	Closed	-
Cut		Closed	Closed	-
NCDEX Quality		Closed	Closed	-
Loose	Jodhpur	14000-14500	14000-14500	-

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

	Centre	31-03-11	30-03-11
Arrivals	Unjha	Closed	Closed
Offtake		Closed	Closed
Arrivals	Jodhpur	150-200	150-200
Offtake		200	200

JEERA 1104(NCJEEJ1)2011/03/31 - Daily B:15690.00 A:15718.00
O 15840.00 H 15840.00 L 15586.00 C 15700.00 V 5,754 I 14,505 -43
EMA(9) 15814 (18) 15999



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	15600-15610	15766	15786	15507	15323	15454	15700	15962	16085

CORIANDER SEED

Market Analysis:

- **Today's Market:** Coriander seed markets remained closed and will re-open on April 04th due to the financial year closing.
- Markets sentiments may remain higher supported by firm buyer's activity in the markets.
- **Firm Demand:** Sources added that a rebound in the domestic and export demand may push markets higher.
- **Firm futures:** Sentiments remained firm on Tuesday as firm futures counter partially influenced the firm 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:

- Candlestick chart pattern shows sellers active participation.
 - Prices are above 9 and 18-day EMAs supporting bullish momentum in the short term.
 - MACD is moving up supports bullish sentiments.
 - RSI is moving down supports bearish sentiments.
- Coriander seed futures are likely to trade range bound with a firm bias in next trading session. Participants may buy from lows.**

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	Lower production estimates Firm futures	Bulls
2	Firm futures	Bulls
3	Firm spot demand	Bulls
4	Fresh crop arrivals	Bears
5	Weak demand from millers	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	31-03-11	30-03-11	Change
Badami	Ramganj	Closed	4050	+50
Eagle		Closed	4650	+50

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

	31-03-11	30-03-11
Arrivals	Closed	20000-25000
Offtake	Closed	25000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	BUY	4795-4800	4848	4863	4761	4688	4756	4824	4896	4968

WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					31-03-11	30-03-11
Cardamom	Kochi	Ernakulum	Local	1	515	515
	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	
					31-03-11	30-03-11
Pepper	Kochi	Ernakulum	Black	1	222	222
			Green	1	242	242
			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	
					31-03-11	30-03-11
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	
					31-03-11	30-03-11
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	
					31-03-11	30-03-11
Clove	Kochi	Ernakulum	Local	1	326	326
	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	
					31-03-11	30-03-11
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	
					31-03-11	30-03-11
Cinnamon	Kochi	Ernakulum	Local	1	124	124
	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	
					31-03-11	30-03-11
Fenugreek	Kochi	Ernakulum	Local	1	78	78
	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	
					31-03-11	30-03-11
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	
					31-03-11	30-03-11
Garlic	Kochi	Ernakulum	Nadan	1	145	145
	Coimbatore	Coimbatore	China	1	140-150	140-150
			H.P	1	-	-
	Ottanchatram	Dindigul	M.P	1	50-55	50-55
			China	1	200	200
			Hill	1	340	340
	Koyambedu	Chennai	Local	1	40-100	40-100
			Old	1	-	-
	Hosur	Krishnagiri	Local	1	60	60
			M.P	1	50	50
			Nadu	1	-	-
	Gandhi Market	Tiruchirapalli	Malai Poondur	1	120-180	120-180
			Nadu	1	45-60	45-60
	K.R. Market	Bangalore	MP	1	55	55
			UP	1	55	55
	Kumbakonam	Thanjavur	China	1	160	160
			Local first	1	60	70
			Local Second	2	55	60
			Local third	3	50	50
	Madurai	Madurai	Dindigul	1	65	65
			Himachal Pradesh	1	160	160
	Mettupalayam	Coimbatore	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	
					31-03-11	30-03-11
Ginger	Kochi	Ernakulum	Dry	1	52	52
	Coimbatore	Coimbatore	Vegetable-Fresh	1	29	29
			Mango	1	15	15
			Kolkata-New	1	22	-
	Koyambedu	Chennai	Mango	1	20	-

SPICES
DATE: 01-04-2011

		Kodagu	1	20	20
	Hosur	Krishnagiri	New	1	17
		UP	1	20	20
	Gandhi Market	Tiruchirapalli	Local-New	1	30
		Himachal	1	27	27
	K.R. Market	Bangalore	Kodagu	1	30
		Maran	1	28	26
	Kumbakonam	Thanjavur	Fresh	1	22
	Madurai	Madurai	Local-New	1	22
	Panruti	Cuddalore	Bangalore-Mango	1	19
			Mettupalayam-New	1	22.50
			New	1	30
	Thalaivasal	Salem	Old	1	60

Source: http://india.in/india/market_information_ta

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