

RED CHILLI

Market Analysis:

- **Today's Market:** Red Chilli cash markets remained mixed on Wednesday.
- **Loose prices fell as arrivals improved and sources added that Bedki prices improved as stock for the variety remained low.**
- **Firm futures:** Sentiments remained firm as firm futures counter partially influenced the firmness in the cash markets.
- **Firm Demand:** Sources however say that demand may rebound from lows and may push the markets higher in the short run.
- **Higher exports:** Spices Board also said that Chilli exports during the period of April-February 2010-11 at 218,500 tonnes compared 180,750 tonnes shipped out during the period of April-February 2009-10, higher by 21%.
- **Traders' estimates:** Supporting the uptrend is that 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 buyers active participation.
- Prices closed above 9 and 18-day EMA's thus supporting the bullish momentum in the short term.
- MACD and RSI are moving up supporting bullish sentiments in the markets.

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

Participants may buy from lows.

Weather:

- Isolated thundershowers would occur over Coastal Andhra Pradesh, Kerala and south Karnataka.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Lower production estimates	Bulls
2	Firm futures counter	Bulls
3	Firm spot demand	Bulls
4	Higher exports	Bulls
5	Higher arrivals	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-04-11	06-04-11	Change
LCA 334	Guntur	6900-7900	7000-8000	-100
Bedki		7800-8800	7200-8200	+600

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

	07-04-11	06-04-11
Arrivals	65000	50000
Offtake	45000	50000

Chana Indore 1106(NCGTRM1)2011/04/07 - Daily B:9806.00 A:9830.00
 O 9672.00 H 9862.00 L 9536.00 C 9826.00 V 7,360 I 11,130 +358

EMA(9) 9331.5 (18) 9412.4



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	BUY	9740-9745	9842	9857	9691	9415	9621	9826	9947	10067

BLACK PEPPER:

Market Analysis:

- **Today's Market:** *Black Pepper cash markets moved higher in Kochi as arrivals declined in the markets.*
- **Delhi market remained steady on Thursday amid continuous reports of shortage of stocks in the market.**
- **Crop Shortage:** Markets sentiments remained firm as sources said that global and Indian markets could face a shortage of stocks.
- **Other Factors:** Sources also said that markets could continue to move higher supported by various factors like unfavourable weather conditions during harvesting and good buying by China from Vietnam, limited availability in Brazil, Indonesia and India.
- **Global Production estimates** 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.
- **Indian Production estimates:** Indian production to be at 40,000 tonnes compared to 55,000 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 shows buyers participation.
- Prices closed far 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 flat in the overbought region and is warranting caution to the bulls.

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

Participants may sell from highs.

Weather:

- Isolated thundershowers would occur over Kerala and south Karnataka.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Lower arrivals in Kochi	Bulls
2	Lower production in India	Bulls
3	Lower production throughout the globe	Bulls
4	Lower production in China and Brazil	Bulls
5	Weak export demand	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-04-11	06-04-11	Change
Ungarbled	Kochi	24100	23900	+200
Garbled		24900	24700	+200

Arrivals and Offtake in Tonnes:

	07-04-11	06-04-11
Arrivals	15	20
Offtake	20	20

Pepper Malabar 1105(NCPEPK1)2011/04/07 - Daily B:26270.00 A:26289.00
 O 26130.00 H 26320.00 L 25979.00 C 26271.00 V 5,055 I 7,534 +196



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-May	SELL	26295-26300	26032	26012	26444	25719	25849	26271	26531	26742

TURMERIC

Market Analysis:

- **Today's Market:** Nizam markets trade firm as arrivals decline in Nizam.
- **Erode markets traded firm as arrivals declined in the markets.**
- **Firm Demand:** Sources in Nizam say that domestic demand could be firm in the coming week or so and this may push markets higher.
- However, demand in Tamil Nadu could slow down due to next week's state elections.
- **Lower arrivals:** Sources added that sentiments may remain firm as arrivals may decline in this week.
- **Lower Production:** Sources higher production estimates for this year at 40-50 lakh bags all over India compared to 40-45 lakh bags during the previous year and may support any uptrend.
- Planters hoarding stocks on anticipation of higher prices and may support the uptrend in both the markets.
- **Lower exports:** Spices Board said that Turmeric exports were down by 9% at 42,500 tonnes declined during the period of April-February 2010-11 compared 46,575 tonnes during the period of April-February 2009-10.

In the short-term turmeric prices may trade range bound to firm bias on expected lower 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 reveals buyers active participation.
- Prices closed above 9 and 18-day EMAs thus supporting the bullish momentum in short term.
- MACD and RSI are 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 lows.

Weather:

- Isolated thundershowers would occur over Coastal Andhra Pradesh, Kerala and south Karnataka.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Lower output estimation	Bulls
2	Lower fresh arrivals	Bulls
3	Planters hoarding stock	Bulls
4	Firm spot demand	Bulls
5	Lower exports	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-04-11	06-04-11	Change
Finger	Erode	10900-	10800-	+100
		11800	11700	
Gattah	Erode	10400-	10300-	+100
		11300	11200	
Nizam	Nizamabad	11950-	11650-	+300
		12050	11750	

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

	Centre	07-04-11	06-04-11
Arrivals	Erode	6000	9000
Offtake		5400	7000
Arrivals	Nizamabad	15000	30000
Offtake		15000	30000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-May	BUY	9645-9650	9746	9761	9587	9491	9551	9760	9879	9983

CARDAMOM

Market Analysis:

- **Today's Market:** Cardamom markets ended lower on Thursday as higher arrivals in the markets pulled the markets lower.
- Markets moved lower as arrivals in the domestic markets improved slightly.
- **Lower exports:** Spices Board added that Cardamom Small exports were down by 51% at 865 tonnes compared 1,765 tonnes during the period of April-February 2009-10.
- **Higher Production:** According to Spices Board cardamom production is estimated around 10,350 tonnes compared with 10,075 tonnes last year and this may continue to drag the markets lower in the long term.
- **Weak futures:** Sentiments remained weak as weak futures counter on Thursday has influenced the weakness in cash markets.
- **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 due to some rebound in demand. In the longer run markets could remain weak on better output from India and lower imports from Guatemala.

Technical Analysis:

- Candlestick formation reveals buyers participation.
 - Prices closed above 9 and 18-day EMAs thus supporting the bullish momentum in short term.
 - MACD and RSI are moving up supporting bullish sentiments in the markets.
- Cardamom 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 Coastal Andhra Pradesh, Kerala and south Karnataka.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Planters hoarding stocks	Bulls
2	Firm spot and stockists demand	Bulls
3	Arrivals improve	Bears
4	Higher production	Bears
5	Lower exports	Bears

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	07-04-11	06-04-11	Change
Small	Max Auction Price	1180.5-1275.5	1397	-121.5
	Average Auction Price	984.49-1008.06	1010.27	-2.21

Arrivals and Offtake in Kgs:

	07-04-11	06-04-11
Arrivals	53865	29201
Offtake	46635	29201



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Apr	SELL	1145-1147	1130	1125	1158	1097	1117	1135.9	1165	1185

CUMIN SEED

Market Analysis:

- **Today's Market:** *Unjha markets ended steady on Thursday as arrivals declined slightly in the markets.*
- **Jodhpur markets remained steady amid higher arrivals on Thursday.**
- **Higher arrivals:** Sources added that arrivals may improve next week as farmers may bring in more stock.
- **Lower Production:** However production this year could be lower in Gujarat and Rajasthan due to bad weather in both the sowing areas.
- **Production estimates:** The production estimates in Gujarat is expected to be lower at 20-21 lakh bags compared to previous year estimates at 25-27 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.
- **Lower exports:** Spices Board said that Cumin Seed exports were down by 29% at 27,500 tonnes declined during the period of April-February 2010-11 compared 44,800 tonnes during the period of April-February 2009-10.

We expect Cumin seed prices to trade higher on shortage of stocks. Price trend in the medium to long term may depend on production estimates and export demand.

Technical Analysis:

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

Cumin seed futures are likely to trade range bound with a weak bias in next trading session. Participants may sell from highs.

Weather:

- Dry weather conditions in Gujarat may assist in the crop harvest. This may assist in the harvesting of the crop.
- Isolated thunderstorms would occur over North Rajasthan during next 24 hours.
- This may disrupt harvesting of the crop.

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	07-04-11	06-04-11	Change
Loose		14325	14325	-
Machine Cut	Unjha	14900	14900	-
NCDEX Quality		15325-	15325-	-
		15400	15400	-
Loose	Jodhpur	14500-15000	14500-15000	-

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

	Centre	07-04-11	06-04-11
Arrivals	Unjha	32000	35000
Offtake	Unjha	25000	28000
Arrivals	Jodhpur	300-350	300-350
Offtake	Jodhpur	350	350



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-May	SELL	16360-16365	16196	16181	16457	16033	16146	16320	16546	16633

CORIANDER SEED

Market Analysis:

- **Today's Market:** Coriander seed markets continued its weakness on Thursday as fresh arrivals continue to come in.
- However today fresh arrivals did not see much sale as the old stock were sold more.
- **Weak Demand:** Sources also added that Masala makers were absent today and so were stockists and other operators.
- **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.
- Trade sources are projecting much lesser production estimates of 60-65 lakh bags due to lower acreage of cultivation.
- **Lower exports:** Spices Board said on Friday that Coriander Seed exports were down by 9% at 37,500 tonnes declined during the period of April-February 2010-11 compared 41,150 tonnes during the period of April-February 2009-10.
Coriander prices are expected to trade range bound with weak bias on higher arrivals and lower demand. Medium to long term sentiments depend on demand from stockiest and millers and lower production this year.

Technical Analysis:

- Candlestick formation reveals buyers active participation.
- Prices are above 9 and 18-day EMAs supporting bullish momentum in the short term.
- MACD and RSI are moving up supports bullish sentiments in the markets.
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 Coastal Andhra Pradesh, North Rajasthan and south Karnataka.
- This may disrupt harvesting of the crop.
- Dry weather conditions in Madhya Pradesh may assist in the crop harvest.

Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-May	SELL	5315-5320	5262	5247	5356	5099	5189	5280	5361	5443

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-04-11	06-04-11	Change
Badami	Ramganj	3900	4000	-100
Eagle		4200	4300	-100

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

	07-04-11	06-04-11
Arrivals	20000	35000
Offtake	18000	20000



WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-04-11	06-04-11
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	
					07-04-11	06-04-11
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	
					07-04-11	06-04-11
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	
					07-04-11	06-04-11
Turmeric	Madurai	Madurai	Local	1	35	35

WHOLESALE PRICES FOR MINOR SPICES IN KERELA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-04-11	06-04-11
Clove	Kochi	Ernakulum	Local	1	326	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	
					07-04-11	06-04-11
Fennel	Kochi	Ernakulum	Local	1	75	75
	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	
					07-04-11	06-04-11
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	
					07-04-11	06-04-11
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	
					07-04-11	06-04-11
Nutmeg	Kochi	Ernakulum	Local	1	120	120
	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	
					07-04-11	06-04-11
Garlic	Kochi	Ernakulum	Nadan	1	155	155
	Coimbatore	Coimbatore	China	1	-	140-150
			H.P	1	-	-
	Ottanchatram	Dindigul	M.P	1	50-55	50-60
			China	1	-	200
	Koyambedu	Chennai	Hill	1	40-150	340
			Local	1	30-85	40-100
	Hosur	Krishnagiri	Old	1	-	-
			Local	1	60	60
	Gandhi Market	Tiruchirapalli	M.P	1	50	50
			Nadu	1	-	-
	K.R. Market	Bangalore	Malai Poondur	1	120-180	120-180
			MP	1	50	55
	Kumbakonam	Thanjavur	UP	1	45	50
			China	1	165	165
	Madurai	Madurai	Local first	1	60	60
			Local Second	2	55	55
	Mettupalayam	Coimbatore	Local third	3	50	50
			Dindigul	1	65	65
	Panruti	Cuddalore	Himachal Pradesh	1	160	160
Jamnagar			1	100	100	
Thalaivasal	Salem	Ooty	1	350	350	
		Pune-New	1	60	60	
		Local	1	200	200	
		Nelagiri	1	250	250	

Spices	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-04-11	06-04-11
Ginger	Kochi	Ernakulum	Dry	1	50	52
			Vegetable-Fresh	1	28	29
	Coimbatore	Coimbatore	Mango	1	15	15
	Koyambedu	Chennai	Kolkata-New	1	20.50	21.50
			Mango	1	20	22

		Kodagu	1	20	20
Hosur	Krishnagiri	New	1	17	17
		UP	1	20	20
Gandhi Market	Tiruchirapalli	Local-New	1	28	28
		Himachal	1	27	28
K.R. Market	Bangalore	Kodagu	1	30	30
		Maran	1	26	28
Kumbakonam	Thanjavur	Fresh	1	22	22
Madurai	Madurai	Local-New	1	22	22
Panruti	Cuddalore	Bangalore-Mango	1	18	18
		Mettupalayam-New	1	25	25
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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