

RED CHILLI

Market Analysis:

- **Today's Market:** *Red Chilli cash markets remained closed on Saturday due to weekly close.*
- **Weak Demand:** Sources however added that market operators were not active in the markets at higher levels and may want lower quotes.
- **Weak Futures:** Sentiments may remain weak as weak futures over the last week influence the selling in the cash markets.
- **Trading will be shut in May:** Sources added that usually trading shuts down in May in Guntur so farmers may try to bring in more stock which may continue to weaken markets.
- **Traders' estimates:** However traders revealed 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. In the long term market trend may depend on export demand and production estimates of the crop.

Technical Analysis:

- Candlestick formation shows indecision.
 - Prices closed below 9 and 18-day EMA's thus supporting the bearish momentum in the short term.
 - MACD and RSI are moving down and support the bearish sentiments in the futures market.
- Red Chilli futures are likely to trade range bound with a weak bias in next trading session.**
Participants may sell from highs.

Weather:

- Dry Weather in A.P and Karnataka is expected.
- Such conditions are favourable for drying and the harvesting and threshing operations.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-05-11	06-05-11	Change
LCA 334	Guntur	Closed	7400-8400	-
Bedki		Closed	7700-8700	-

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

	07-05-11	06-05-11
Arrivals	Closed	35000
Offtake	Closed	30000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	SELL	9620-9625	9524	9500	9687	9267	9407	9546	9719	9859

BLACK PEPPER:

Market Analysis:

- **Today's Market:** *Black Pepper cash markets remained higher on Saturday in Kochi. Delhi markets remained steady on Saturday.*
- **Shortage expected:** Sources said that sentiments may remain firm in the long term supported by tight supplies and a firming trend overseas.
- **Indian Parity:** Indian parity of Asta quality is currently trading between a range of \$6400-6700/tonne.
- **Planters Hoarding:** Markets also moved higher as farmers are holding back stocks in anticipations of better prices.
- **Weak Export Demand:** However sources added that overseas buyers who had been postponing their buying for several weeks hoping the prices would decline once the Vietnamese new crop hit the market.
- However sources added that now prices might not come down and overseas buyers may have to come at higher prices.
- **Lower Production:** Sources also added that the prices are set to rise in the coming weeks as the demand-supply gap would further widen due to fall in production.

In the short term pepper prices may remain firm on firm demand at lows and weak production. 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 below 9-day EMA's thus supporting the bearish momentum in the short term.
- MACD and RSI are flat and support the sideways sentiments.

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

Participants may sell from highs.

Weather:

- Scattered thundershowers would occur over Kerala.
- This may disrupt the last stages of harvesting of the crop in Kerala.
- Dry Weather in A.P and Karnataka is expected.
- Such conditions are favourable for drying and the harvesting and threshing operations.

Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	SELL	29000-29010	28710	28685	29172	28383	28567	28751	29212	29397

Price Drivers:

No.	Pressure Point	Favours
1	Crop shortage expected	Bulls
2	Planters Hoarding	Bulls
3	Weak export demand	Bulls
4	Lower global production	Bulls
5	Higher Vietnamese production	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-05-11	06-05-11	Change
Ungarbled	Kochi	27100	27000	+100
Garbled		27900	27800	+100
Unpolished	New Delhi	28500	28500	-

Arrivals and Offtake (Kochi) in Tonnes:

	07-05-11	06-05-11
Arrivals	40	3.4
Offtake	55	3.5



TURMERIC

Market Analysis:

- **Today's Market:** Nizam and Erode cash markets remained closed on Saturday due to weekly close.
- **Weak Demand:** Sources said that demand in the spot markets remained weak pulling markets lower.
- **Higher arrivals:** Sources added that sentiments remained weak next week as arrivals may improve in the markets.
- **Weak futures:** Sentiments remained weak as weak futures counter over the last week or so has influenced the weakness in cash markets.
- **Planters Hoarding:** However sources added that farmers are holding back stocks in anticipations of better prices.
- **Lower Production:** Sources however added production estimates for this year is at 40-50 lakh bags all over India compared to 40-45 lakh bags during the previous year and may support any uptrend.

In the short-term turmeric prices may trade range bound to weak on lower demand in the market. In the medium to long-term the price trend may depend on this year's output estimates and export demand.

Technical Analysis:

- Candlestick formation reveals indecision.
 - Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
 - MACD and RSI are flat supports the sideways sentiments in the markets.
- Turmeric futures are likely to trade range bound with a weak bias in next trading session. Participants may sell from highs.**

Weather:

- Dry Weather in A.P and Karnataka is expected.
- Such conditions are favourable for drying and the harvesting and threshing operations.

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-05-11	06-05-11	Change
Finger	Erode	Closed	9550-10550	-
Gattah		Closed	9050-10050	-
Nizam	Nizamabad	Closed	Closed	-

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

	Centre	07-05-11	06-05-11
Arrivals	Erode	Closed	18000-20000
Offtake		Closed	10800-14000
Arrivals	Nizamabad	Closed	Closed
Offtake		Closed	Closed

Turmeric Nizamb 1105(NCTMCK1)2011/05/07 - Daily B:8470.00 A:8498.00
O 8468.00 H 8550.00 L 8350.00 C 8470.00 V 2,340 I 12,340 -4
EMA(9) 8605.9 (18) 8770.0



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-May	SELL	8510-8515	8425	8404	8570	8257	8363	8470	8593	8667

CARDAMOM

Market Analysis:

- **Today's Market:** Cardamom cash markets witnessed no trade on Saturday.
- **Weak futures:** Sentiments remained weak as weak futures counter on Friday has influenced the bearish sentiments in cash markets.
- **Higher Production:** Long term sentiments remained bearish as Spices Board say that cardamom production is estimated around 10,350 tonnes compared with 10,075 tonnes last year.
- **Weak Demand:** Sources however said that demand in the spot markets was weak.
- **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 run on higher production estimates and weak demand. In the longer run markets could remain weak on better output and lower exports from India.

Technical Analysis:

- Candlestick formation reveals sellers participation at highs.
 - 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 down in the oversold region and is warranting caution to the bears.
- Cardamom futures are likely to trade range bound with a weak bias in next trading session.**
Participants may sell from highs.

Weather:

- Dry Weather in A.P and Karnataka is expected.
- Such conditions are favourable for drying and the harvesting and threshing operations.
- Scattered thundershowers would occur over Kerala.
- This may disrupt the last stages of harvesting of the crop in Kerala.

Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Jun	SELL	930-932	915	910	943	885	899	918.6	947	957

Price Drivers:

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

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	07-05-11	06-05-11	Change
Small	Max Auction Price	No Trade	911.5	-
	Average Auction Price	No Trade	714.11	-

Arrivals and Offtake in Kgs:

	07-05-11	06-05-11
Arrivals	No Trade	23421
Offtake	No Trade	23421



CUMIN SEED

Market Analysis:

- **Today's Market:** *Unjha markets saw a rebound on Saturday.*
- **Nagaur and Jodhpur markets remained steady on Saturday.**
- **Weak Demand:** Jeera sentiments remained weak as spot demand weakened at highs.
- However sources speculated that arrivals will decline next week due to marriage season in Rajasthan and Gujarat which may push markets higher.
- **Weak Futures:** Sentiments remained weak as weak futures counter over the last 3-4 days influenced the selling in cash markets.
- **Lower on production:** Sources in the Delhi say production could be lower due to lower acreage. Sources in Rajasthan and Gujarat also say that production this year could be lower at 21-22 lakh bags in Gujarat and 6-7 lakh bags in Rajasthan.
- **Lower production from Syria and Turkey:** Sources also added that market sentiments may be positive in the long run due to lower production estimates from Syria and Turkey due to bad weather conditions.

We expect Cumin seed prices to trade lower on weak spot demand. Price trend in the medium to long term may depend on production estimates and export demand.

Technical Analysis:

- Candlestick formation reveals buyers participation.
 - Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
 - MACD is flat and support sideways sentiments.
 - RSI is moving up and support bullish sentiments.
- Cumin seed futures are likely to trade range bound with a weak bias in next trading session.**
Participants may sell from highs.

Weather:

- Generally dry and sunny spell for next one week over the plains of northwest India is expected.
- Such conditions are favourable for drying and the harvesting and threshing operations.

Price Drivers:

No.	Pressure Point	Favours
1	Lower arrivals	Bulls
2	Lower global production	Bulls
3	Lower Indian production	Bulls
4	Higher exports to Bangladesh	Bulls
5	Weak demand	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-05-11	06-05-11	Change
Loose		13700	13600	+100
Machine Cut	Unjha	14275	14175	+100
NCDEX Quality		14500-14775	14400-14675	+100
Loose	Jodhpur	13500-14000	13500-14000	-
Unpolished	Nagaur	14000	14000	-

Arrivals and Offtake in bags:

	Centre	07-05-11	06-05-11
Arrivals	Unjha	7000-8000	17000
Offtake	Unjha	8000	15000
Arrivals	Jodhpur	200	300-350
Arrivals	Nagaur	300	500
Unjha 1 bag=55 kg			
Jodhpur 1 bag=80 kg			
Nagaur 1 bag=50 kg			



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	SELL	15200-15210	15048	15028	15301	14838	14982	15126	15322	15446

CORIANDER SEED

Market Analysis:

- **Today's Market:** Coriander seed markets moved lower on Saturday as demand remained weak.
- **Weak Demand:** Sources say that Masala maker, stockists and other market operators may not come in the markets at these higher levels which may pull markets lower.
- **Arrivals improvement:** Sources however added that arrivals may remain on the higher side in this week and may bring markets down.
- **Weak Futures:** Sentiments remained weak as weak futures counter over the last 3-4 days influenced the selling in 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 at 55-60 lakh bags.

Coriander prices are expected to trade range bound with weak bias on lower demand. Medium to long term sentiments depend on demand from stockiest and millers and lower production this year.

Technical Analysis:

- Candlestick formation reveals indecision.
- Prices are far below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD is moving down supports bearish sentiments in the markets.
- RSI is moving up 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:

- Generally dry and sunny spell for next one week over the plains of northwest India is expected.
- Such conditions are favourable for drying and the harvesting and threshing operations.

Price Drivers:

No.	Pressure Point	Favours
1	Lower production estimates	Bulls
2	Firm futures	Bulls
3	Weak demand from masala makers	Bears
4	Higher fresh crop arrivals	Bears
5	Lower exports	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	07-05-11	06-05-11	Change
Badami	Ramganj	3600-3700	Closed	-100
Eagle		3900-4000	Closed	-100

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

	07-05-11	06-05-11
Arrivals	10000	Closed
Offtake	10000	Closed

CORIANDER 1106(NCCODM1)2011/05/07 - Daily B:4997.00 A:5000.00
O 4999.00 H 5040.00 L 4885.00 C 4999.00 V 2,740 I 13,600 +5



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	SELL	5050-5060	5000	4987	5096	4820	4909	4999	5124	5219



SPICES

DATE: 09-05-2011

WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Cardamom	Kochi	Ernakulum	Local	1	525	525
	Coimbatore	Coimbatore	Local	1	1100-1300	1100-1300
	Mettupalayam	Coimbatore	Local	1	1400	1400
	Gandhi Market	Tiruchirapalli	Local	1	1650	1650
	Madurai	Madurai	Dindigul	1	750	750
	Panruti	Cuddalore	Local	1	1000-1300	1000-1300
	Thalaivasal	Salem	Local	1	1500	1500

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Pepper	Kochi	Ernakulum	Black	1	277	277
			Green	1	290	290
			White	1	285	285
	Coimbatore	Coimbatore	Local	1	180	180
	Mettupalayam	Coimbatore	Local	1	170	170
	Gandhi Market	Tiruchirapalli	Local	1	300	300
	Madurai	Madurai	Dindigul	1	160	160
	Panruti	Cuddalore	Local	1	260-280	260-280
	Thalaivasal	Salem	Local	1	200	200

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Coriander	Kochi	Ernakulum	Local	1	60	60
	Coimbatore	Coimbatore	Local	1	65	65
	Mettupalayam	Coimbatore	Local	1	88	88
	Gandhi Market	Tiruchirapalli	Half	1	78	78
			Muzhu	1	78	78
	Panruti	Cuddalore	Local	1	57-62	57-62
	Thalaivasal	Salem	Local	1	65	65

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Turmeric	Madurai	Madurai	Local	1	35	35



SPICES

DATE: 09-05-2011

WHOLESALE PRICES FOR MINOR SPICES IN KERELA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Clove	Kochi	Ernakulum	Local	1	324	325
	Coimbatore	Coimbatore	Local	1	450	450
	Mettupalayam	Coimbatore	Local	1	450	450
	Gandhi Market	Tiruchirapalli	Local	1	750	750
	Madurai	Madurai	Dindigul	1	550	550
	Panruti	Cuddalore	Local	1	580	580
	Thalaivasal	Salem	Local	1	600	600

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Fennel	Kochi	Ernakulum	Local	1	80	82
	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	120-150	120-150
	Thalaivasal	Salem	Local	1	140	140

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Cinnamon	Kochi	Ernakulum	Local	1	122	122
	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	200	200

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
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	36-42	36-42
	Thalaivasal	Salem	Local	1	70	70


SPICES
DATE: 09-05-2011

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Nutmeg	Kochi	Ernakulum	Local	1	115	115
	Coimbatore	Coimbatore	Local	1	390	390
	Mettupalayam	Coimbatore	Local	1	460	460
	Madurai	Madurai	Dindigul	1	460	460
	Panruti	Cuddalore	Local	1	740	740

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Garlic	Kochi	Ernakulum	Nadan	1	160	160
	Coimbatore	Coimbatore	China	1	-	-
			H.P	1	-	-
	Ottanchatram	Dindigul	M.P	1	45-55	45-55
			China	1	-	-
			Hill	1	NA	40-150
			Local	1	NA	30-85
	Koyambedu	Chennai	Seed	1	NA	70-100
			Old	1	-	-
	Hosur	Krishnagiri	Local	1	90	90
			M.P	1	70	70
			Nadu	1	-	-
	Gandhi Market	Tiruchirapalli	Local	1	50-80	50-80
			Malai Poondur	1	100-120	100-120
	K.R. Market	Bangalore	MP	1	NA	NA
			UP	1	NA	NA
			Local first	1	60	60
	Kumbakonam	Thanjavur	Local second	2	55	55
			Local third	3	50	50
			Seed	4	80	80
	Madurai	Madurai	Dindigul	1	65	65
	Mettupalayam	Coimbatore	Himachal Pradesh	1	160	160
			Jamnagar	1	100	100
			Ooty	1	350	350
	Panruti	Cuddalore	Pune-New	1	56-70	56-70
	Thalaivasal	Salem	Local	1	70	70
			Nelagiri	1	80	80

Spices	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					07-05-11	06-05-11
Ginger	Kochi	Ernakulum	Dry	1	54	54
	Coimbatore	Coimbatore	Vegetable-Fresh	1	29	29
			Mango	1	15	15
	Koyambedu	Chennai	Kolkata-New	1	20	19

SPICES
DATE: 09-05-2011

		Mango	1	22	22
		Kodagu	1	30	30
	Hosur	New	1	15	15
	Krishnagiri	UP	1	20	20
	Gandhi Market	Local-New	1	30	30
	Tiruchirapalli	Himachal	1	NA	NA
	K.R. Market	Kodagu	1	NA	NA
	Bangalore	Maran	1	NA	NA
	Kumbakonam	Fresh	1	22	22
	Thanjavur	Local-New	1	22	22
	Madurai	Bangalore	1	21	21
	Cuddalore	Bangalore- Mango	1	19	19
	Panruti	New	1	35	35
	Thalaivasal	Old	1	40	40
	Salem				

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

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