

## RED CHILLI

### Market Analysis:

- **Today's Market:** Red Chilli cash markets remained fell heavily on Tuesday.
- **Weak Demand:** Sources said that market operators were inactive at highs of the market.
- **Firm Futures:** However sentiments remained weak as weak futures on Tuesday influence the selling in the cash markets.
- **Trading will be shut in May:** Sources said trading shuts down in May in Guntur and will re-open in June.
- **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 reveals indecision.
  - Prices closed below 9 and 18-day EMA's thus supporting the bearish momentum in the short term.
  - MACD is moving down and support the bearish sentiments in the futures market.
  - RSI is flat and support the sideways sentiments.
- Red Chilli futures are likely to trade range bound with a firm bias in next trading session.**  
**Participants may buy from lows.**

### 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	10-05-11	09-05-11	Change
LCA 334	Guntur	7500-8500	7600-8600	-100
Bedki		7000-8000	7600-8600	-600

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

	10-05-11	09-05-11
Arrivals	35000	30000
Offtake	30000	30000

Chilli Guntur 1106(NCGTRM1)2011/05/10 - Daily B:9586.00 A:9626.00  
O 9602.00 H 9730.00 L 9330.00 C 9620.00 V 5,400 I 13,185 +10  
EMA(9) 9690.6 (18) 9816.0



### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	BUY	9500-9510	9605	9629	9435	9160	9390	9620	9790	9960

### BLACK PEPPER:

#### Market Analysis:

- **Today's Market:** *Black Pepper cash markets surged higher on Tuesday in Kochi.*
- **Delhi markets moved higher on Tuesday.**
- **Shortage expected:** Sources said that sentiments may remain firm in the long term supported by tight supplies and a firming trend overseas.
- **Planters Hoarding:** Markets also moved higher as farmers are holding back stocks in anticipations of better prices.
- **Firm Demand:** Sources added that due to the lack of stocks in the international and domestic markets prices are expected to remain bullish.
- **Lower Pepper Imports from USA:** IPC said that in February 2011, import of pepper into the United States was 4,440 metric tonnes, recording an increase of 16% from 3,810 metric tonnes in February 2010.

*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 above 9 and 18-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 firm bias in next trading session.**  
**Participants may book profits.**

#### 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.

#### Price Drivers:

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

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

Grade	Centre	10-05-11	09-05-11	Change
Ungarbled	Kochi	28100	27700	+400
Garbled		28900	28500	+400
Unpolished	New Delhi	29200	29000	+200

#### Arrivals and Offtake (Kochi) in Tonnes:

	10-05-11	09-05-11
Arrivals	23	2.1
Offtake	22	3.4

Pepper Malabar 1106(NCPEPM1)2011/05/10 - Daily B:30490.00 A:30500.00  
O 30090.00 H 30900.00 L 29950.00 C 30500.00 V 13,653 I 12,562 +57

EMA(9) 29395 (18) 28849



DAV(9, 12, 12) 175.690 MACD 187.748 DIF -12.0586



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	BOOK PROFITS	-	-	-	-	29500	30000	30500	30950	31400

### TURMERIC

#### Market Analysis:

- **Today's Market:** Nizam and Erode cash markets remained steady on Tuesday as arrivals decline in both the markets.
- **Weak Demand:** Sources said that demand in the spot markets remained weak pulling markets lower.
- **Weak futures:** Sentiments remained weak as weak futures counter on Tuesday and has influenced the weakness in cash markets.
- **Lower arrivals:** Sources added that sentiments remained steady to firm this week as arrivals may decline in the 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 selling pressure in the markets.
- Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD is flat supports the sideways sentiments in the markets.
- RSI is moving down in the oversold region and warranting caution to the bears.

**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	10-05-11	09-05-11	Change
Finger	Erode	9650-	9650-	-
		10650	10650	-
Gattah	Erode	9150-	9150-	-
		10150	10150	-
Nizam	Nizamabad	11150-	11150-	-
		11250	11250	-

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

	Centre	10-05-11	09-05-11
Arrivals	Erode	10000	10000
Offtake		8000	6000
Arrivals	Nizamabad	5000	7000
Offtake		5000	7000



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-May	SELL	8400-8405	8316	8299	8458	8216	8284	8352	8474	8596



### CARDAMOM

#### Market Analysis:

- **Today's Market:** *Cardamom cash markets saw a rebound on Tuesday.*
- **Weak futures:** Sentiments remained weak as weak futures counter over the last week has influenced the selling in cash markets.
- **Higher Arrivals:** Sentiments remained weak as arrivals improved in the 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.
- **Going Forward:** Sources added that overall trend is weak for cardamom due to favorable weather conditions in major growing region of Kerala.
- As per trade sources, grower who were earlier holding the stocks are now releasing their stocks in anticipation of further fall in prices.

*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 indecision.
  - 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 and support the bullish sentiments.
- Cardamom futures are likely to trade range bound with a firm bias in next trading session.**  
**Participants may buy from lows.**

#### 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.

#### Price Drivers:

No.	Pressure Point	Favours
1	Favorable weather conditions	Bears
2	Arrivals may improve	Bears
3	Weak futures	Bears
4	Higher production	Bears
5	Lower exports	Bears

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

Grade	Centre	10-05-11	09-05-11	Change
Small	Max Auction Price	1037.5	763.5-802.5	+235
	Average Auction Price	783.82	617.11-682.62	+101.2

#### Arrivals and Offtake in Kgs:

	10-05-11	09-05-11
Arrivals	26861	10797
Offtake	26709	9346



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Jun	BUY	939-941	956	961	928	910	926	969	1002	1024

### CUMIN SEED

#### Market Analysis:

- **Today's Market:** *Unjha*, Nagaur and Jodhpur remained steady on Tuesday.
- **Weak Demand:** Jeera sentiments remained weak as spot demand weakened at highs.
- **Lower Arrivals:** However sources speculated that arrivals will decline this 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 has 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	10-05-11	09-05-11	Change
Loose		13700	13700	-
Machine Cut	Unjha	14275	14275	-
NCDEX Quality		14500-14775	14500-14775	-
Loose	Jodhpur	13500-13800	13500-13800	-
Unpolished	Nagaur	13800	13800	-

#### Arrivals and Offtake in bags:

	Centre	10-05-11	09-05-11
Arrivals	Unjha	10000	12000
Offtake	Unjha	10000	12000
Arrivals	Jodhpur	100-150	100-150
Arrivals	Nagaur	250	250
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	15195-15200	15043	15018	15291	14661	14810	15040	15338	15453

### CORIANDER SEED

#### Market Analysis:

- **Today's Market:** Coriander seed markets remained steady on Tuesday 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 on Monday 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 sellers participation.
- 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 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:

- 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	10-05-11	09-05-11	Change
Badami	Ramganj	3600-3700	3600-3700	-
Eagle		3900-4000	3900-4000	-

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

	10-05-11	09-05-11
Arrivals	10000	10000-11000
Offtake	10000	11000

CORIANDER 1106(NCCODM1)2011/05/10 - Daily B:4900.00 A:4920.00  
O 4999.00 H 5030.00 L 4880.00 C 4920.00 V 3,310 I 14,770 -33

EMA(9) 5115.8 (18) 5226.2



DAV(9, 12, 12) -50.6373 MACD -20.4135 DIF -30.2238



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	SELL	4965-4970	4915	4903	5003	4793	4857	4920	5007	5093

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

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					10-05-11	09-05-11
<b>Cardamom</b>	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	
					10-05-11	09-05-11
<b>Pepper</b>	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	
					10-05-11	09-05-11
<b>Coriander</b>	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	
					10-05-11	09-05-11
<b>Turmeric</b>	Madurai	Madurai	Local	1	35	35





## SPICES

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WHOLESALE PRICES FOR MINOR SPICES IN KERELA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					10-05-11	09-05-11
Clove	Kochi	Ernakulum	Local	1	324	324
	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	
					10-05-11	09-05-11
Fennel	Kochi	Ernakulum	Local	1	80	80
	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	
					10-05-11	09-05-11
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	
					10-05-11	09-05-11
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





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Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					10-05-11	09-05-11
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	
					10-05-11	09-05-11
Garlic	Kochi	Ernakulum	Nadan	1	160	160
	Coimbatore	Coimbatore	M.P	1	45-55	45-55
			Seed-Ooty	1	80	80
			China	1	NA	NA
	Ottanchatram	Dindigul	Hill	1	40-150	NA
			Local	1	30-85	NA
			Seed	1	70-100	NA
	Hosur	Krishnagiri	Local	1	90	90
			M.P	1	70	70
	Gandhi Market	Tiruchirapalli	Local	1	50-80	50-80
			Malai Poondur	1	100-120	100-120
			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
			Himachal Pradesh	1	160	160
	Mettupalayam	Coimbatore	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	
					10-05-11	09-05-11
Ginger	Kochi	Ernakulum	Dry	1	54	54
			Vegetable-Fresh	1	29	29
	Coimbatore	Coimbatore	Mango	1	15	15
			Kolkata-New	1	21.50	21.50
	Koyambedu	Chennai	Mango	1	25	22
			Kodagu	1	30	30
			New	1	15	15
	Hosur	Krishnagiri	UP	1	20	20
			Local-New	1	30	30
	Gandhi Market	Tiruchirapalli	Local-New	1	30	30

**SPICES**
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		Himachal	1	NA	NA
K.R. Market	Bangalore	Kodagu	1	NA	NA
		Maran	1	NA	NA
Kumbakonam	Thanjavur	Fresh	1	22	22
Madurai	Madurai	Local-New	1	22	22
Panruti	Cuddalore	Bangalore	1	23	21
		Bangalore- Mango	1	19	19
Thalaivasal	Salem	New	1	35	35
		Old	1	40	40

Source: [http://indq.in/india/market information ta](http://indq.in/india/market_information_ta)

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