

### RED CHILLI

#### Market Analysis:

- **Today's Market:** Red Chilli cash markets remained closed for summer vacations and will re-open in June.
- **Weak Demand:** Sources said that market operators were inactive at highs of the market.
- Demand will remain weak till the re-opening of markets.
- **Weak Futures:** Sentiments remained weak as weak futures on Wednesday influence the selling in the cash 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 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	11-05-11	10-05-11	Change
LCA 334	Guntur	Closed	7500-8500	-
Bedki		Closed	7000-8000	-

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

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

Chilli Guntur 1106(NCGTRM1)2011/05/11 - Daily B:9528.00 A:9548.00  
O 9522.00 H 9610.00 L 9448.00 C 9532.00 V 1,305 I 13,105 -68  
EMA(9) 9637.2 (18) 9761.1



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	BUY	9485-9490	9585	9604	9425	9288	9410	9532	9692	9852

### BLACK PEPPER:

#### Market Analysis:

- **Today's Market:** *Black Pepper cash markets surged higher on Wednesday in Kochi.*
- **Delhi markets remained steady on Wednesday.**
- **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 reveals indecision.
- 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 buy from lows..**

#### 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	11-05-11	10-05-11	Change
Ungarbled	Kochi	28400	28100	+300
Garbled		29200	28900	+300
Unpolished	New Delhi	29200	29200	-

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

	11-05-11	10-05-11
Arrivals	57	23
Offtake	43	22

Pepper Malabar 1106(NCPEPM1)2011/05/11 - Daily B:30440.00 A:30480.00  
O 30499.00 H 30670.00 L 30027.00 C 30450.00 V 9,957 I 13,590 -50

EMA(9) 29606 (18) 29017



DAV(9, 12, 12) 197.330 MACD 189.222 DIF 8.10759



RSI(9,MA(6)) 69.1437



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	BUY	30215-30220	30522	30542	30051	29739	30049	30450	30737	31025

### TURMERIC

#### Market Analysis:

- **Today's Market:** Nizam cash markets remained closed as higher arrivals of Rice have jammed the Mandi and traders gave decided not to re-open on next week.
- **Erode moved higher as arrivals declined.**
- **Weak Demand:** Sources however said that demand in the spot markets remained weak pulling markets lower.
- **Firm futures:** Sentiments remained weak as weak futures counter on Wednesday and has influenced the buying 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 buying support at lows.
  - Prices closed below 9-day EMAs thus supporting the bearish momentum in short term.
  - MACD is flat supports the sideways sentiments in the markets.
  - RSI is moving up and support the bullish sentiments.
- 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	Lower arrivals	Bulls
4	Firm futures	Bulls
5	Weak spot demand	Bears

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

Grade	Centre	11-05-11	10-05-11	Change
Finger	Erode	9700-	9650-	+50
		10700	10650	
Gattah	Erode	9200-	9150-	+50
		10200	10150	
Nizam	Nizamabad	Closed	11150- 11250	-

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

	Centre	11-05-11	10-05-11
Arrivals	Erode	8000-9000	10000
Offtake		4800-6300	8000
Arrivals	Nizamabad	Closed	5000
Offtake		Closed	5000

Turmeric Nizam 1105(NCTMCK1)2011/05/11 - Daily B:8548.00 A:8560.00  
O 8350.00 H 8588.00 L 8280.00 C 8546.00 V 3,155 I 11,060 +194  
EMA(9) 8544.7 (18) 8687.8



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-May	SELL	8600-8605	8514	8494	8660	8163	8355	8546	8663	8779

### CARDAMOM

#### Market Analysis:

- **Today's Market:** Cardamom cash markets remained mixed on Wednesday.
- **Weak futures:** Sentiments remained weak as weak futures counter on Wednesday 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 selling pressure at highs.
  - Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
  - MACD is flat supports the sideways sentiments.
  - RSI is moving down and support the bearish 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	11-05-11	10-05-11	Change
Small	Max Auction Price	1074	1037.5	+36.5
	Average Auction Price	749.44	783.82	-34.38

#### Arrivals and Offtake in Kgs:

	11-05-11	10-05-11
Arrivals	26048	26861
Offtake	26048	26709



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Jun	BUY	915-917	932	937	904	885	900	943	949	969



### CUMIN SEED

#### Market Analysis:

- **Today's Market:** *Unjha*, Nagaur and Jodhpur remained steady on Wednesday.
- **Weak Demand:** Jeera sentiments remained weak as spot demand weakened at highs.
- **Lower Arrivals:** However sources speculated that arrivals will decline 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 sellers 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 down and support bearish 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 and Indian production	Bulls
3	Weak futures	Bears
4	Weak demand	Bears
5	Weak buying activity	Bears

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

Grade	Centre	11-05-11	10-05-11	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	11-05-11	10-05-11
Arrivals	Unjha	12000	10000
Offtake	Unjha	12000	10000
Arrivals	Jodhpur	150-200	100-150
Arrivals	Nagaur	250-300	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	15045-15050	14895	14875	15137	14720	14848	14976	15172	15278

### CORIANDER SEED

#### Market Analysis:

- **Today's Market:** Coriander seed markets moved higher on Wednesday as arrivals declined.
- **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 declined:** Sources added that arrivals may be seen lower in the next 10 days and this may keep the markets firm.
- **Firm Futures:** Sentiments remained firm as firm futures counter on Wednesday influenced the buying 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 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 firm bias in next trading session. Participants may buy from lows.**

#### 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	11-05-11	10-05-11	Change
Badami	Ramganj	3700-3800	3600-3700	+100
Eagle		4000-4100	3900-4000	+100

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

	11-05-11	10-05-11
Arrivals	8000	10000
Offtake	8000	10000



#### Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jun	BUY	4880-4885	4934	4944	4848	4783	4815	4929	4996	5063



## SPICES

DATE: 12-05-2011

WHOLESALE PRICES FOR MAJOR SPICES IN KERALA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					11-05-11	10-05-11
Cardamom	Kochi	Ernakulum	Local	1	508	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	
					11-05-11	10-05-11
Pepper	Kochi	Ernakulum	Black	1	282	277
			Green	1	300	290
			White	1	290	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	
					11-05-11	10-05-11
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	
					11-05-11	10-05-11
Turmeric	Madurai	Madurai	Local	1	35	35



## SPICES

DATE: 12-05-2011

WHOLESALE PRICES FOR MINOR SPICES IN KERELA AND TAMIL NADU MANDIS

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					11-05-11	10-05-11
Clove	Kochi	Ernakulum	Local	1	325	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	
					11-05-11	10-05-11
Fennel	Kochi	Ernakulum	Local	1	82	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	
					11-05-11	10-05-11
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	
					11-05-11	10-05-11
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: 12-05-2011

Spice	Market	District/State	Variety	Grade	Price (Rs/Kg)	
					Date	
					11-05-11	10-05-11
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	
					11-05-11	10-05-11
Garlic	Kochi	Ernakulum	Nadan	1	155	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	40-150
			Local	1	30-85	30-85
			Seed	1	70-100	70-100
	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
	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	
					11-05-11	10-05-11
Ginger	Kochi	Ernakulum	Dry	1	55	54
			Vegetable-Fresh	1	28	29
	Coimbatore	Coimbatore	Mango	1	15	15
	Koyambedu	Chennai	Kolkata-New	1	22	21.50
			Mango	1	24	25
			Kodagu	1	30	30
	Hosur	Krishnagiri	New	1	15	15
			UP	1	20	20
	Gandhi Market	Tiruchirapalli	Local-New	1	30	30

**SPICES**
**DATE: 12-05-2011**

		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	23
		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)

**DISCLAIMER**

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>