

TURMERIC

Spot Market Recap

- Lower arrivals were reported in the spot market during period 22nd Oct – 28th Oct 2011.
- In Nizamabad spot market no arrivals were reported during the week due to series of holiday's period.
- Lower demand from Masala millers were reported in the domestic spot market.
- Favourable weather conditions in turmeric growing regions aid the crop condition further to grow.

Fundamental analysis

Turmeric Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (22 th Oct – 28 th Oct 2011) in bags	Arrivals during the last week (15 th Oct – 21 th Oct 2011) in bags	Arrivals during the year (22 th Oct – 28 th Oct 2010) in bags
Nizamabad (Andhra Pradesh)	-	-	4,400	3100
Erode (Tamil Nadu)	-46.42	15,000	28,000	30,000

1 bag = 90kgs

Lower arrivals were reported in Erode spot market during the week period due to holidays in most of the time. As depicted from the above table, arrivals in Erode were reported at 15,000 bags during the week period, lower by 13,000 bags as compared to the same period last week and in Nizamabad spot market was reported closed during this week due to series of festivals.

Adequate quantity of stocks in the major mandies will continue to pressure on turmeric prices in further days ahead. Turmeric growers and stockists are trying to release their stocks in spot market. As per trade sources, higher stocks was reported in Nizamabad and Erode spot market during the current season, as a result of increasing carryover stocks along with better production y-o-y.

On demand side, market participants were expecting that, demand may increase in coming days at lower price level which lend supports the turmeric prices at lower price levels.

Turmeric crop progress reported satisfactory in South Indian parts mainly in Nizamabad, Warrangal and Tamil Nadu regions. Turmeric crop it's at critical growth stages or knee height stage. Weather condition was favourable for turmeric crop during this current period. As per farmer's expectations, on the basis of sowing and favourable weather condition expected turmeric yield at around 15 – 20 quintals per hectare and 80 lakh bags (1 bag = 65 kgs) total production in coming season but it will depend on favourable weather conditions further.

Weather Watch

Widespread rain/thundershowers would occur over coastal Tamilnadu. Fairly widespread rain/thundershowers would occur over interior Tamilnadu, coastal Andhra Pradesh, Rayalaseema, south Karnataka, Kerala, Lakshadweep and Andaman & Nicobar Islands. Scattered rain/thundershowers would occur over rest of the region.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (28-10-2011)	Week Ago (21-10-2011)	Month Ago (28-09-2011)	Year Ago (28-10-2010)
Turmeric	Nizamabad-Nizam Cold	-	5500	-	5200	14800
	Erode-Finger	-	-	5100-5600	4300 - 5300	13750-14050

Turmeric Weekly Price Outlook (Nizamabad Spot market)


Candlestick chart pattern depicts range bound movement in the market. 5500 is a strong supports level breaching this level is likely to test towards 5440 in near term. Positioning of RSI is down in oversold zone indicating price may correct in short term.

Expected Price Range of TMC Nizamabad spot market: 5500 - 5860.

CORIANDER SEED

Spot Market Recap

- No arrivals reported in Ramganj, Baran and Kota mandi during this week due festival season.
- Refusal of Masala millers to go for aggressive buying in the spot market keep coriander prices go down.
- Lower export demand from major exporting countries is weighing on the coriander market sentiments.
- Sluggish demand from buyers was reported at higher price level and stockists are having ample quantity of stocks.
- Coriander sowing has started in some regions of M.P and new crop arrivals will start from January.

Fundamental analysis

Coriander Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (22 th Oct ~ 28 th Oct 2011) in bags	Arrivals during the last week (15 th Oct ~ 21 st Oct 2011) in bags
Kota	-	Closed*	16,500
Ramganj	-	Closed*	24,000
Baran	-	Closed*	11,000

1 bag=40 kg *No arrivals reported due to mandi closed during the week period.

Taking Kota spot markets as the indicative market, no arrivals reported during the week under review due to series of festival season.

No export demand was found by exporters in the domestic market. Exporters are still waiting for new export enquiries. As per trade information, from November demand may increase in domestic spot market and support the prices to gain. At present Hindustan Gum, Ruchi Soya Industries Ltd were the major domestic buyers at lower price level.

Coriander sowing has started in some regions of M.P and new crop arrivals will start from January. Sources revealed that, coriander area will be increase in Rajasthan and Madhya Pradesh during the coming sowing period as compared to the last year. As per farmers information, at around 1 lakh hectares area might be increase in coming season.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)		
			Current (28-10-2011)	Week Ago (21 -10-2011)	Month Ago (29 -09-2011)
Coriander Seed	Ramganj-Badami	-	Closed*	3450-3600	3550-3750
	Kota-Badami	-	Closed*	4050	3950-4000
	Baran-Badami	-	Closed*	4000	3800-3900

*Market was remained closed due to series of festivals.

Coriander weekly Price Outlook (Kota Spot market)


Candlestick chart pattern depicts weak tone during the week. Immediate support level likely to be 4918 for short term. Breaching the level likely to lead to a fall up to 4860 levels in near term.

Expected Price Range of Coriander Kota spot market: 4918 – 5200.

RED CHILLI

Spot Market Recap

- Lower arrivals were reported in Guntur Red chilli during this week compared to last week.
- As per trade sources, around 18 – 20 lakh bags (1 Bag=45 Kgs) of red chilli currently held in Guntur cold storage.
- During the week under review, Red Chilli sowing progress in Andhra Pradesh reported well with favourable weather condition.
- In the Guntur market, Red chilli new crop arrivals will start from December end onwards.

Fundamental Analysis

Red Chilli Arrival Scenario:

Market	% Change Over Previous Week	Arrivals during the week (22 th Oct - 28 th Oct 2011) in bags	Arrivals during the last week (15 th Oct – 21st Oct 2011) in bags	Arrivals during the year (22 th Oct - 28 th Oct 2010) in bags
Guntur (Andhra Pradesh)	-72.73	75,000	2,75,000	2,00,000

1 Bag=45 Kgs

Red Chilli arrivals in Guntur were reported 75,000 bags (1 bag=45Kg) during the week period lower by 2, 74,925 bags as compared to the previous week.

Red chilli Teja variety' export demand was reported higher from EU in the overseas market. Red chilli other variety like fatki, sanam etc. also demand was reported in the domestic market. At Guntur cold storage red chilli Teza variety quoted at Rs 8,500-9,300 per quintal, Indo-5 at Rs 8,800-9,600 per quintal, sanam at Rs 8,200-8,800 per quintal, 273 quality at Rs 8,800-9,700 per quintal, 334 phataki at Rs 4,500-5,000 per quintal.

Rainfall Scenario:

Actual rainfall and % Departure for the period of 1st Oct – 25th October

Regions	Actual Rainfall (mm) 1 st Oct – 25 th Oct.	Normal Rainfall (mm) 1 st Oct – 25 th Oct.	% Departure from LPA 1 st Oct – 25 th Oct.
Madhya Maharashtra	57.6	72.3	-20%
Coastal A.P	53.1	163.0	-67%
Telengana	12.9	81.9	-84%
Rayalaseema	57.5	109.3	-47%
Tamil Nadu and Pondicherry	132.1	144.5	-9%

Source: IMD

In Andhra Pradesh, most of the Chilli growing regions had received deficit rainfall during this period however in initial stage it had received normal rainfall which support chilli sowing progress. In Tamil Nadu and Pondicherry and Madhya Maharastra regions chilli sowing activity increased as compared to Telengana and Coastral A.P regions.

Chilli Sowing Progress in AP during Rabi Season:

Red Chilli has been sown in 0.126 lakh hectares in A.P as on 27th October 2011. Farmers expect chilli production to increase this year due to favourable weather condition. Red Chilli area might increase in AP year on year. Red chilli sowing progress was reported in Andhra Pradesh districts. Region wise in AP, in Telangana region, red chilli has sown in 12359 hectares as comparison to 8962 hectares in last year same period due to good weather conditions.

Area in Lakh hectares	Normal		During Corresponding Period		Current Year as on 19/10/11 Crop	% Sown to	
Crop	Season	As on date	As on 19/10/09	As on 19/10/10		Season	As on date
Red Chilli	0.47	0.12	0.17	0.10	0.126	27	106

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (28-10 - 2011)	Week Ago (21 -10- 2011)	Month Ago (28-09-2011)	Year Ago (28-10- 2010)
Red Chilli	Guntur-334	-	Closed*	7500-8500	8500-9000	-
	Guntur-Teja	-	Closed*	8000-9000	8600-9400	6000-6300

*Market was remained closed due to series of festivals.

Red Chilly weekly Price Outlook (Guntur Spot market)


Candlestick chart prices trade sideways during the week. 8630 level seems immediate support for the prices and breaching the level likely lead to a fall up to 8510 levels in near term. Positioning of RSI is moving down in neutral zone which indicates down trend to continue in the market.

Expected Price Range of Red Chilly Guntur spot market (INR/Qtl): 8732 – 8900.

CUMIN SEED (JEERA)

Spot Market Recap:

- Lower arrivals were reported in the domestic market during the week (22th Oct – 28th Oct 2011) under review due to holiday's period.
- Jeera prices were not sustaining at higher levels due to lack of fresh export inquiry in domestic market.
- Exporters are reported inactive in the domestic market at higher price level and likely to prices go down further.
- Higher stocks were reported with producers, stockists and they may offload their stocks in coming days before jeera cultivation starts.
- Jeera sowing started in Gujarat and area may increase during this sowing period.

Fundamental analysis

Jeera Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (22 th Oct – 28 th Oct 2011) in bags	Arrivals during the last week (15 th Oct – 21 st Oct 2011) in bags	Arrivals during the last year (22 th Oct – 28 th Oct 2010) in bags
Unjha (Gujarat)	-82.24	4000	22,500	20,000

Unjha 1 bag = 55kgs

Taking Unjha cash markets as the indicative market, arrivals were reported at 4,000 bags during the period of 22th Oct – 28th Oct 2011 down by 18,500 bags as compared to previous week same period due to series of holiday's period (Diwali festival). During this week period domestic spot market was reported closed so no major market sentiment was reported.

Higher stocks were reported in jeera spot market and stockists are trying to release their stocks before sowing period. Market participants were expecting that, near about 1.5 – 2 lakh bags may carry forward for coming season.

Exporters are inactive in the domestic market at higher price level. As per trade sources, no new export order from Bangladesh and Middle East countries till now in the overseas market. In the domestic jeera market there is no fresh booking orders were reported from major trading centers which may keep jeera prices at lower price levels.

Jeera sowing activity in Gujarat already started. Sources revealed that, actual scenario will come when sowing will take place in all growing regions, till now 10 – 12 percent sowing completed in Gujarat regions.

In the international market, Syrian and Turkey's cumin seed is being offered at USD 3,400-3,500 per ton (fob) respectively while; Indian cumin seed is quoted at USD 3,100- 3,150 per ton (cnf) Singapore.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (28-10-2011)	Week Ago (21-10-2011)	Month Ago (27-09-2011)	Year Ago (28-10-2010)
Cumin Seed	Unjha-Loose	-	Closed*	13500-14100	14100	12100
	Jodhpur - Loose	Unch	14000	14000	14000-14500	11700-12000

*Market was remained closed due to series of festivals.

Jeera weekly Price Outlook (Unjha Spot market)


Candlestick chart pattern depicts weak bias movement in the market. Prices were not sustained at higher levels. 14700 is a strong supports level. RSI is moving down in neutral region indicating further bearish sentiment in the market.

Expected Price Range of Jeera at Unjha (INR/Qtl): 14700 – 15050.

BLACK PEPPER

Spot Market Recap

- Lower arrivals were reported during the week under review (22nd Oct – 28th Oct 2011).
- Expectations of lower supply in the spot market may support the black pepper prices to gain further.
- Sources revealed that, black pepper area in Kerala was steady as compared to the same period last year.
- Increasing export demand was reported in the domestic spot market as compared to the same period last year.
- As per trade sources, pepper prices may go up in coming days due to low stocks position in the domestic mandis amid global shortage.

Fundamental Analysis

Black Pepper Arrival Scenario

Market	% Change during corresponding period last week	Arrivals during the week (22 nd Oct – 28 th Oct 2011) in tonnes	Arrivals during the last week (15 th Oct – 21 st Oct 2011) in tonnes	Arrivals during the last year (22 nd Oct – 28 th Oct 2010) in tonnes
Kochi (Kerala)	-34.54	36	55	125

In Kochi (Kerala) market, lower arrivals were reported during the week period as compared to the last week due to series of festival season. In the mean time, producers and stockists were not liquidating their stocks expecting of higher price level in further days and also sellers were not interested to sell their produce at lower price level and they were expected to increase further. Higher export demand from US and Europe also supporting the prices to move up in the market. Prices may get further support in coming days due to winter season demand amid global scarcity of pepper stock.

The Black Pepper Production in coming year is likely to be lower than the 48,000 tonnes estimated in the previous year 50,000 tonnes. The crop harvesting normally begins in mid December. As per trade information, bad weather and decreasing yield is reducing the pepper crop from the region.

In the international market, Indian black pepper MG 1 is available at USD 7,400-7,500 for Europe and 7,700-7,800 per quintal for America (CNF). Vietnam FAQ 500 GL is offered at USD 7,650 and 500 GL FOB also at USD 8,050 per ton. White pepper double washed is offered at USD 11,100 per ton. Brazil Asta quoted at 7,750-7,800, B1 560 GL at 7,700 per tonne (FOB). Indonesia Asta is priced at USD 8,500 per ton for October-November shipment.

According to International Pepper Community's revised production estimates, the total production of pepper in 2011 is again lower by 17,230 mt to 3, 18,000 from 3,35,230 in 2010. The estimated production in all member countries except Vietnam & Malaysia is lower. Sources also added that, American and European buyers have stiff stocks and all these factors turned the bullish sentiment. Winter season demand from north Indian and overseas buyers against the tight stock position in major supplies India and Vietnam will support the uptrend in the pepper prices.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (28-10-2011)	Week Ago (21-10-2011)	Month Ago (28-09-2011)	Year Ago (28-10-2010)
Black Pepper	Kochi-Ungarbled	-1.47	33500	34000	33000	19900
	Kochi-Garbled	-2.81	34500	35500	34500	20400
	New Delhi-Unpolished	-	closed	34200	34700	21000
	New Delhi-Number 11.5	-	closed	36500	37000	24000

Black Pepper weekly Price Outlook (Kochi Spot market)


Candlestick pattern reveals bearish sentiment in the market. 34000 is a strong supports level. However, prices stay significantly above 9 and 18-day EMA and support the bullishness in the market. RSI is moving down in neutral zone as well and prices might be down in near term.

Expected weekly black pepper price range: 34000 to 34700.

CARDAMOM

Spot Market Recap

- Lower arrivals were reported in the domestic market during the week under review due to extending holidays.
- Reportedly this year crop is expected to be good as compared to last year.
- Expectations of improving demand in domestic market lend support to the cardamom prices in coming days.
- However, new crop arrivals improved further which limits any near term gains.
- Exporters were reported inactive at higher price level.

Fundamental Analysis:

Cardamom Arrival Scenario

Market	% Change during corresponding period last week	Arrivals during the week (22 nd Oct - 28 th Oct 2011) in Kgs	Arrivals during the last week (15 th Oct - 21 st Oct 2011) in Kgs	Arrivals during the year (22 nd Oct - 28 th Oct 2010) in Kgs
Vandanmettu, Thekkady, Kochi, Nedumkandam, Kumily, Santhanpara & Bodinayakanur (Kerala)	-42.82	245472	429349	186550

Cardamom arrivals were reported at 245472 Kgs lower by 183877 kgs as compared to the previous week's arrivals due to extended holidays of Diwali festival.

Arrival is expected to increase during coming days as harvesting (picking) is going on. In the current season good weather is likely to improve the crop prospects of cardamom production. The cardamom prices lower during the crop season on higher crop and strong stock levels from the previous year. Farmers earlier projected the total production of around 16,000- 18,000 tonnes in the current year, up 25-30% from the last year crop.

Exporters were inactive at higher price level in the domestic market. However, domestic demand will be increase in coming days as stockists and buyers have no stocks at current period which lend supports to the cardamom prices to recover. Overall, for cardamom in future period prices will move in positive trend.

Guatemala crop arrivals will be starts from November onwards with expectation of crop size to stay close to 20,000 tonnes as compared to the last year which was seen at 18,000 tonnes.

Weather Watch

Widespread rain/thundershowers would occur over coastal Tamilnadu. Fairly widespread rain/thundershowers would occur over interior Tamilnadu, coastal Andhra Pradesh, Rayalaseema, south Karnataka, Kerala, Lakshadweep and Andaman & Nicobar Islands. Scattered rain/thundershowers would occur over rest of the region.

Spot Prices Weekly Change

Centre	Commodity & Variety	% Change Over Previous Week	Average Auction Prices (Rs/Qtl)			
			Current (28-10-2011)	Week Ago (21-10-2011)	Month Ago (28-09-2011)	Year Ago (28-10-2010)
Vandanmettu, Thekkady, Kochi, Nedumkandam, Kumily, Santhanpara & Bodinayakanur (Kerala)	Small Cardamom	-4.63	578.78	606.92	597.88	814.54

Cardamom weekly Price Outlook (Kochi Spot market)


Candlestick chart pattern indicates weak sentiment in the market. **525 – 610 is the trading range for the price in coming week period.** Cardamom prices might find immediate support near 525, breaching the level is likely to test towards 515. Positioning of RSI is moving down in neutral zone indicates the bearish trend for short term.

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