

TURMERIC

Spot Market Recap

- Higher arrivals were reported in Nizamabad and Erode spot market during the week under review 3rd Dec – 9th Dec 2011.
- Masala Millers are inactive in the spot market at higher price level as they have ample quantity of stocks for further requirement.
- Sluggish demand from exporters in the spot market was reported. They were waiting for new fresh export enquiries.
- Favourable weather condition expected better turmeric yield in coming season with higher production.

Fundamental analysis

Turmeric Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (3 rd Dec – 9 th Dec 2011) in bags	Arrivals during the last week (26 th Nov - 2 nd Dec 2011)) in bags	Arrivals during the last year (3 rd Dec – 9 th Dec 2010) in bags
Nizamabad (Andhra Pradesh)	+81.25	2,900	1,600	1700
Erode (Tamil Nadu)	+241.66	41,000	12,000	17,000

1 bag = 75kgs

As shown in the above table, higher arrivals were reported in Nizamabad spot market during the week period. Arrivals in Nizam were up by 1,300 bags as compared to the same period last week. Likewise, in Erode spot market also higher arrivals was reported. Arrivals were reported at around 41,000 bags, 29,000 bags were up as compared to previous week. As per trade information, stockists were releasing their stocks before new crop arrival starts.

Higher stocks amid better production prospect in coming period which may increase in carry in stocks for the next season continue to pressure on the prices at higher levels. Turmeric prices will not sustain at higher levels as stockists and traders are not interested to go for higher buying during the current period due to sufficient quantity of stocks. As per trade sources, higher stocks was reported in Nizamabad and Erode spot market during the current season.

Lower demand was reported in domestic turmeric market. Exporters were inactive in the spot market they don't get any new fresh export enquiries during this period and keep sentiment lower side. Sluggish demands from Masala millers were found. However, 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, Erode regions. Turmeric crop it's at critical growth stages or knee height stage. Weather condition was favourable for turmeric crop during this current period.

Exporters don't get any new fresh export enquiries and expected to rise in coming weeks from Europe, US, West Asia and Japan and supports the prices.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (09-12-2011)	Week Ago (02-12-2011)	Month Ago(09-11-2011)	Year Ago (09 -12-2010)
Turmeric	Nizamabad-Nizam Cold	-	5700	Closed	5400-5500	17350
	Erode-Finger	-	4100-4500	closed	4600-5100	16150-16550

Turmeric Weekly Price Outlook (Nizamabad Spot market)


Candlestick chart pattern depicts range bound movement in the market. 5210 is a strong supports level breaching this level is likely to test towards 5100 in near term. Positioning of RSI is moving up in neutral region indicating prices may go up in short term.

Expected Price Range of TMC Nizamabad spot market: 5210 - 5610.

CORIANDER SEED

Spot Market Recap

- Mostly higher arrivals were reported in major coriander markets during the week as comparison to last week.
- Higher carry in stock of last year put pressure on prices to go down.
- Anticipation of area increased in Rajasthan and Madhya Pradesh region during the coming sowing period may put pressure on prices to go down in near term.
- Coriander sowing has started in Rajasthan and M.P. regions and new crop arrivals will start from January onwards.
- Lower domestic and export demand was noticed in coriander market.

Fundamental analysis

Coriander Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (3 rd Dec – 9 th Dec 2011) in bags	Arrivals during the last week (26 th Nov - 02 nd Dec 2011) in bags
Kota	+24.13	7,200	5,800
Ramganj	+2.98	6,900	6,700
Baran	-5.00	5,700	6,000

1 bag=40 kg

Taking Kota spot market as the indicative market, Coriander arrivals reported up from previous week.

Coriander prices are not sustained at higher price level due to higher carry in stock of last year which was around 25-30 lakh bags (1 bag = 40 kg) in the MP and Rajasthan domestic market. Lower demand from Masala millers put pressure on prices to go down.

No new fresh export enquiries were reported from countries like USA, UAE, Mauritius, Sri Lanka, South Africa with EU and New Zealand. Exporters are still waiting for new export enquiries. However, trade participants are expecting that demand may increase in coming days and support the prices at lower level. In Ranganj market, Some North and South India demand was noticed from major buyers for Scotter variety of coriander.

Sources revealed that, there are huge chances of area increase in Rajasthan and Madhya Pradesh region during this sowing period as compared to the last year. As per trade sources, anticipation of increased area may put pressure on prices to go down in coming days. In Ramganj and Baran market, farmers are expecting that area may increase 1.5 – 2 times this year as comparison to last year. However, In Kota market, farmers are expecting that area will be same as previous year. In Rajasthan region, farmers are switching from wheat to coriander due to attractive prices they have received this year from coriander as comparison to wheat price.

Spot Prices Weekly Change

Commodity	Centre & Variety		% Change Over Previous Week	Prices (Rs/Qtl)		
				Current (09-12-2011)	Week Ago (02-12-2011)	Month Ago (09-11-2011)
Coriander Seed	Ramganj	Badami	+1.58	3150-3250	3100-3200	3350-3500
		Eagle	+0.75	3250-3450	3250-3400	3500-3700
		Scotter	+11.42	3900	3400-3600	3800-4000
	Kota	Badami	Unch	3450	3450	3850
		Eagle	Unch	3550	3550	3950
	Baran	Badami	+2.20	3475	3400	3750
		Eagle	+2.14	3575	3500	3850

Coriander weekly Price Outlook (Kota Spot market)


Candlestick chart pattern depicts weak sentiment in the market. Immediate support level likely to be 3900 for short term. Breaching the level likely to lead to a fall up to 3840 levels in near term. Positioning of RSI is moving down in oversold zone which might take correction in short term.

Expected Price Range of Coriander Kota spot market: 3900-4150.

RED CHILLI

Spot Market Recap

- Higher arrivals were reported in Guntur Red chilli during this week compared to last week.
- In Coastal Andhra and Rayalaseema region chilli sowing activity increased as compared to Telengana regions.
- In Guntur, stockists are offloading their stock before new crop arrivals.
- Sluggish domestic demand was noticed. However, some export demand was noticed in the red chilli market.
- As per trade sources, around 15 lakh bags (1 Bag=45 Kgs) of red chilli currently held in Guntur cold storage.
- In Guntur spot market new crop arrivals starts with lower quantity.

Fundamental Analysis

Red Chilli Arrival Scenario:

Market	% Change Over Previous Week	Arrivals during the week (3 rd Dec – 9 th Dec 2011) in bags	Arrivals during the last week (26 th Nov – 02 nd Dec 2011) in bags	Arrivals during the year (3 rd Dec – 9 th Dec 2010) in bags
Guntur (Andhra Pradesh)	+34.61	1,75,000	1,30,000	1,75,000

1Bag=45 Kgs

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

Sources revealed that around 15 lakh bags of red chilli currently held in Guntur cold storage. New crop arrivals started from MP (Indore) and Maharashtra. As per trade sources, in M.P., 5 lakh bags are arriving on monthly basis that arrival is same as comparison to last year, red chilli arrivals will continue till 2-3 months. In A.P (Guntur) new crop arrivals starts with lower quantity. Sources revealed that, now daily 500 bags new arrivals come to the market and it will pick up after one month.

Chilli Sowing Progress in AP during Rabi Season:

Red Chilli has been sown in 0.37 lakh hectares in A.P has as on 07th December 2011 as compared to the last week 0.32 lakh hectares. Trader sources expect chilli production to increase this year due to favourable weather condition. Details of sowing are enlisted in the following table:

Area in Lakh hectares	Normal		During Corresponding Period		Current Year as on 07/12/11 Crop	% Sown to	
Crop	Season	As on date	As on 07/12/09	As on 07/12/10		Season	As on date
Red Chilli	0.47	0.35	0.43	0.39	0.37	78	106

Zone wise Area Sowing during Rabi 2011-12 till 07-12-2011

The following table shows the total Red chilli sowing progress in Andhra Pradesh zone wise, comparison of current year and previous year and their percentage change:

CHILLI SOWING PROGRESS			
Andhra Pradesh Zone wise	Last Year	Current Year	%change
Coastal Andhra	8567	15799	+84.41
Rayalaseema	603	956	+58.54
Telangana	30162	20016	-33.63
Andhra Pradesh Total	39332	36771	-6.51

Unit – Area in hectares

In Andhra Pradesh, though Red chilli sowing progress reported satisfactory during the week period however it is lagging y-o-y in Telangana region. Most of the chilli growing regions like Coastal Andhra, and Rayalaseema had received normal rainfall which supports sowing progress. However, with favourable outlook we expect sowing acreage to surpass the season's normal in coming days.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)		
			Current (09-12-2011)	Week Ago (02-12 - 2011)	Month Ago (09-11-2011)
Red Chilli	LCA 334	-11.12	5000-7000	6000-7500	7500-8400
	Teja	-11.12	5000-7000	6000-7500	7500-8500
	No.5	-20.00	5000-7000	7000-8000	8700-9000
	Fatki	Unch	3000-4000	3000-4000	4000-5000
	Sanam 334	-11.12	5000-7000	6000-7500	7500-8500
	Byadgi	-33.34	5000-7000	8000-10000	10100

Red Chilly weekly Price Outlook (Guntur Spot market)


Candlestick chart pattern reveals bearish trend during the week. 6830 level seems immediate support for the prices and breaching the level likely lead to a fall up to 6730 levels in near term. Positioning of RSI is moving down in oversold zone which might take correction in short term.

Expected Price Range of Red Chilly Guntur spot market (INR/Qtl): 6830 – 7290.

CUMIN SEED (JEERA)

Spot Market Recap:

- Higher arrivals were reported in the domestic market during the week under review.
- 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 new crop arrivals starts.

Fundamental analysis

Jeera Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (3 rd Dec – 9 th Dec 2011) in bags	Arrivals during the last week (26 th Nov - 02 nd Dec 2011) in bags	Arrivals during the last year (3 rd Dec – 9 th Dec 2010) in bags
Unjha (Gujarat)	+12.83	14,950	13,250	25,000

Unjha 1 bag = 55kgs

Taking Unjha cash markets as the indicative market, arrivals were reported at 14,950 bags during the period of 3rd Dec – 9th Dec 2011 higher by 1700 bags as compared to previous week same period.

In Unjha spot market, higher stocks were reported during current period as compared to the same period last year. Sources revealed that, all over India stocks reported at around 8 - 9 lakh bags (1 bag = 65 Kgs) and near about 5 – 6 lakh bags stocks reported in Unjha domestic market during this season.

Sources revealed that Jeera sowing activity have started in Gujarat districts like Jamnagar, Porbandar, Junagadh, Rajkot, Amreli regions and around 65 - 70 percent sowing completed in Gujarat regions. There are huge chances of area increase in this region due to sufficient soil moisture amid favourable weather conditions.

Cumin Seed export decreased by 2,800 tonnes, which was 16,000 tonnes during the period from April – September 2011, compared to previous year same period when export were reported at 18,800 tonnes. Current year exports till September were down by 15%. The value also has come down to Rs 22,261.25 this year which was Rs 22,316.54 last year and target for 2011-12 35,000 tonnes with value Rs.40,000/-

New export demand supported the rise in prices. According to market sources, Indian jeera quoted at about \$2,900 a tonne in the international markets, while Syrian and Turkish were offered at around \$3,300.

In the international market, Syrian and Turkey's cumin seed is being offered at USD 3,200-3,300 per ton (fob) respectively while; Indian cumin seed is quoted at USD 2,800-2,900 per ton (cnf) Singapore.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (09-12-2011)	Week Ago (02-12-2011)	Month Ago (09-11-2011)	Year Ago (09-12-2010)
Cumin Seed	Unjha-Loose	-	12500-13500	-	12500-13000	12775
	Jodhpur - Loose	-	13100	-	13400-13900	13000-13200

Jeera weekly Price Outlook (Unjha Spot market)


Candlestick chart pattern depicts weak price trend in the spot market. Jeera prices were continuously down from the last couple of week period. 13830 is a strong supports level. RSI is moving down in oversold region indicating prices may correct in the short term.

Expected Price Range of Jeera at Unjha (INR/Qtl): 13830 – 14300.

BLACK PEPPER

Spot Market Recap

- Higher arrivals were reported during the week under review (3rd Dec – 9th Dec 2011).
- Buyers seen active in spot black pepper market which lends underlying support to the black pepper prices for short term.
- Black pepper crop in Kerala are reported at berry development stage to maturity stage. Pepper producers revealed that, new crop arrivals may start from 15th December in the market.
- Increasing export demand was reported in the domestic spot market as compared to the same period last year.

Fundamental Analysis

Black Pepper Arrival Scenario

Market	% Change during corresponding period last week	Arrivals during the week (3 rd Dec – 9 th Dec 2011) in tonnes	Arrivals during the last week (26 th Nov – 02 th Dec 2011) in tonnes	Arrivals during the last year (3 rd Dec – 9 th Dec 2010) in tonnes
Kochi (Kerala)	+174.41	118	43	103

In Kochi (Kerala) market, higher arrivals were reported during the week period as compared to the last week.

Black pepper crop in Kerala was reported at berry development to maturity stage. New black pepper crop arrivals may start from first week January in the market. Black pepper area was steady as compared to the same period last year.

Global Pepper market:

Tight supply situation is continuing in the international market. Local prices in India, Sarawak and Sri Lanka have increased by 2%, while in Vietnam, the local price was stable. In Lampung the market was very quiet due to very limited material available with growers and also noticed a decline in price. Hence farmers are not willing to sell their limited stock. In dollar terms the local price of black pepper in Lampung decreased by 3%. In fob, Malabar black increased by 2% but still the lowest among other sources. At other source fob prices were stable.

Indian parity in the International market was at \$7,325-7,350 a tonne (c&f) for Europe and \$7,625-7,650 a tonne for the US. According to an overseas report, Vietnam pepper market was easier due to lack of buying interest. Price indications were that Black FAQ min 500 G/L \$ 6,850 FOB HCMC (Prompt shipment), FAQ min 550 G/L \$7,200 a tonne.

White pepper market showed a mixed response in the local market. In Bangka local price of white pepper decreased. In Sarawak price increased, while in Vietnam the price was reported stable.

Pepper Export Scenario

As per IPC report, in 2010 total export of pepper from producing countries was 365,300mt, with Vietnam recording the largest export of 116,840 mt. Export in 2011 is also estimated to be lower, as indicated by the export performance during January to October 2011. It is estimated that export from the six main exporting countries (Vietnam, Indonesia, Brazil, India, Malaysia and Vietnam) during the first ten months of 2011 was around 204,000 mt as against 214,000 mt in the corresponding period of last year, registering a decrease by 5%. Exports from Indonesia, Malaysia and Sri Lanka have decreased, while exports from Vietnam, India and Brazil increased. Significant decrease in export was from Indonesia by 19,500 mt to 29,000 mt from 48,500 mt during January-October 2010.

Pepper International Prices:

In the international market, Indian black pepper MG 1 quoted at USD 7,300-7,350 metric tons for Europe and USD 7,600-7,650 per metric ton for New York (CNF). Vietnam FAQ 500 GL is offered at USD 6,800 per ton (FOB) and 550 GL is at USD 7,100 per metric ton (FOB).

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (09-12-2011)	Week Ago (02-12-2011)	Month Ago (09-11-2011)	Year Ago (09-12-2010)
Black Pepper	Kochi-Ungarbled	-0.30	33200	33300	33200	20700
	Kochi-Garbled	-0.28	34700	34800	33700	21200
	New Delhi-Unpolished	+0.59	34200	34000	33000	21900
	New Delhi-Number 11.5	Unch	37000	37000	36500	25500

Black Pepper weekly Price Outlook (Kochi Spot market)


Candlestick pattern reveals bullish sentiment in the market. 34000 is a strong supports level for short term. Breaching the level likely to lead to a fall up to 33900 levels in near term. Prices stay significantly above 9 and 18-day EMA and indicate bullish sentiment in the market. RSI is moving up in neutral zone as well and prices may go up in near term.

Expected weekly black pepper price range: 34000 to 35300.

CARDAMOM

Spot Market Recap

- Lower arrivals were reported in the domestic market during the week under review.
- Cardamom arrivals may increase in coming days due to increasing picking activity in growing areas
- Sources revealed that, at lower price level buyers may active for higher buying in coming days. However, new crop arrivals may limit any near term gains in the domestic market.
- Expectations of better crop production current year as compared to last year.
- In Guatemala, cardamom harvesting already started and anticipation of production around 20000 tons.

Fundamental Analysis:

Cardamom Arrival Scenario

Market	% Change during corresponding period last week	Arrivals during the week (3 rd Dec – 9 th Dec 2011) in Kgs	Arrivals during the last week (26 th Nov – 02 th Dec 2011) in Kgs	Arrivals during the last year (3 rd Dec – 9 th Dec 2010) in Kgs
Vandanmettu, Thekkady, Kochi, Nedumkandam , Kumily, Santhanpara & Bodinayakanur (Kerala)	-51.15	189131	387192	398083

Cardamom arrivals were reported at 18, 9131 Kgs down by 19, 8061 Kgs as compared to the same period last week. Sources revealed that, due to heavy rainfall last week in growing areas hamper the harvesting activity in this region.

Cardamom arrivals may increase in further days owing better harvesting progress. Sources revealed that, fourth round of harvesting already started in Kochi cardamom growing regions. However, bad weather condition play a key role during the period and it hamper the harvest during the fourth round harvesting period. Sources revealed that, if weather may good in coming days it will end by end of this month.

Better cardamom production y-o-y and relatively higher stocks stand encouraging for the stockists to release their stocks in the market. At the same time new crop arrivals is likely to gain momentum for short term. Comfortable supply and lack of aggressive buying continue to weigh on the market sentiments.

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.

Spot Prices Weekly Change

Centre	Commodity & Variety	% Change Over Previous Week	Average Auction Prices (Rs/Qtl)			
			Current (09-12-2011)	Week Ago (02-12-2011)	Month Ago (09-11-2011)	Year Ago (09-12-2010)
Vandanmettu, Thekkady, Kochi, Nedumkandam , Kumily, Santhanpara & Bodinayakanur (Kerala)	Small Cardamom	-	closed	515.54	538.06	1102.56

*No auction was reported in Kochi market till 5-12-2011 to till date due to dam protest.

Cardamom weekly Price Outlook (Kochi Spot market)


Candlestick chart pattern indicates bearish trend in the market. Cardamom prices might find immediate support near 422, breaching the level is likely to test towards 400. Positioning of RSI is moving down in neutral zone indicates further bearish trend for short term.

Expected weekly black pepper price range: 422 – 540

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