

TURMERIC

Spot Market Recap

- Lower arrivals were reported in Nizamabad market during the week period.
- Stockists were not interested for buying turmeric bulk quantity only few traders have procured turmeric to fulfil their local orders. Exporters were also waiting for fresh export orders in the spot market.
- Turmeric prices were not sustained at higher prices level as traders have sufficient stock in quantity.

Fundamental analysis

Turmeric Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (13 th October-19 th October 2012) in bags	Arrivals during the week (6 th October-12 th October 2012) in bags	Arrivals during the week (13 th October-19 th October 2011) in bags
Nizamabad (AP)	-20.93	3400	4300	1000
Erode (TN)	-30.30	11500	16500	32000

1 bag = 75kgs

As shown in the above table, lower arrivals were reported in Turmeric Nizamabad and Erode spot market during the week period.

Due to arrival of quality produce some local traders purchased along with stockists by quoting a higher price. Exporters purchased fine quality hybrid turmeric quoting an increased price.

No upcountry order has been received by local traders and exporters. As usual, most of the stocks were procured by stockists. We are expecting that next fresh order will be received by them only in the first week of November.

Turmeric prices are expected to trade on lower note on continued long liquidations supported by weak demand from exporters. Traders are expecting supplies are likely to remain higher in coming year too which might keep turmeric prices down. However, improved buying at Sangli and Nizamabad due to cheaper availability than Erode might limit sharp losses in near term.

Turmeric growers also said that they are keeping more than 12 lakh bags with them. It is not possible for them to sell all the stocks within two months time. So, there will be a carryover stock of more than 10 lakh bags of turmeric next year when the new crop arriving for sale.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (19-10-2012)	Week Ago (12-10-2012)	Month Ago (19-9-2012)	Year Ago (19-10-2011)
Turmeric	Nizamabad-Nizam Cold	-3.77	5100	5300	Closed	6000
	Erode-Finger	-7.43	5200-5600	5550-6050	Closed	Closed

Turmeric Weekly Price Outlook (Nizamabad Spot market)

CUMIN SEED (JEERA)
Spot Market Recap:

- In Rajasthan lower stocks were reported and support the prices in the domestic market.
- Due to lower supply in the international market from Syria and Turkey. The demand for Indian jeera remained high.
- Expectations of improvement in export orders may result in buying at lower levels.

Fundamental analysis
Jeera Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (13 th October-19 th October 2012) in bags	Arrivals during the week (6 th October-12 th October 2012) in bags	Arrivals during the week (13 th October-19 th October 2011) in bags
Unjha (Gujarat)	Unch	27000	27000	16000

Unjha 1 bag = 55kgs

About 75 per cent of the export target has already been achieved due to a supply crunch in the global markets. Around 10 lakh bags of jeera are exported across India. In Rajasthan, Cumin seed sowing will start after Diwali festival.

Exporters were trying to buy at lower prices level. Lower supply in the international market from Syria and Turkey. The demand for Indian jeera remained high.

Jeera prices are projected to trade on positive note on extended fresh buying supported by spot demand from stockists. Rise in export demand for Indian jeera ahead of upcoming festival season might help jeera prices recover further. Reports of revival of unrest in Syria and Turkey and demand for upcoming festive season have boosted export market sentiment, resulting in higher domestic jeera prices.

In the international market, Indian cumin seed one percent quoted at USD 2,770 ton (cnf) Singapore. However, Turkey and Syria are not offering.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (19-10-2012)	Week Ago (12-10-2012)	Month Ago (19-9-2012)	Year Ago (19-10-2011)
Cumin Seed	Unjha-Loose	-3.68	14000-14500	14755-15055	Closed	-
	Jodhpur – Loose	3.70	14000	13500	Closed	14000

Jeera weekly Price Outlook (Unjha Spot market)


Candlestick chart pattern reveals bullish sentiment in the market. Prices closed above 9 days and 18 days EMAs in the market. RSI is also moving up in neutral region indicates bullish sentiment in the market. Prices may take immediate support at 14800 levels in coming days. **Expected Price Range of Jeera at Unjha (INR/Qtl): 14800-15370.**

BLACK PEPPER

Spot Market Recap

- In Kochi market, black pepper arrivals were reported lower during the week under review.
- Indonesia is reported to have sold out around 30,000 tonnes of its new crop leaving a balance of over 10,000 tonnes.
- The Indian crop is expected to hit the market from mid-Dec onwards and it is projected between 60,000-63,000 tonnes by various agencies.
- Pepper season in Kerala normally begins from December onwards and lasts till March/April.

Fundamental Analysis
Black Pepper Arrival Scenario

Market	% Change during corresponding period last week	Arrivals during the week (13 th October-19 th October 2012) in bags	Arrivals during the week (6 th October-12 th October 2012) in bags	Arrivals during the week (13 th October-19 th October 2011) in bags
Kochi (Kerala)	-30.43	128	184	46

In Kochi, pepper arrivals were reported lower by 56 tonnes to 184 tonnes against 128 tonnes during the last week.

Average prices of Malabar, Sarawak and Sri Lankan black were relatively stable, with a slight decrease in the mid of the week. In Lampung, major portion of pepper harvested this year has been released, as reflected by significant increase in the volume of export from Lampung during the last three months. Local price of black pepper in Lampung experienced a marginal decrease this week. Brazilian pepper crop this year would be much lower than estimated earlier. Brazil will harvest no more than 22,000 mt this year. Smaller crop in June/July in Espirito Santo has already confirmed the decrease. In Para, pepper harvest is almost completed. It was reported that the harvest period is very short this year. This indicates the quantity of pepper produced this year is small. Prices in Brazil remained steady. Growers were not interested to sell at reduced prices, in view of smaller output.

Export of Pepper from Indonesia

Indonesia has become the second largest pepper producing and exporting country in the world. Black pepper is mostly produced in Lampung, while white pepper in Bangka. Kalimantan and Sulawesi are also producing black and white pepper. Around 90% of black pepper exported by Indonesia was shipped from Lampung port. Due to the favorable weather condition during flowering, fruiting till ripening season, production of pepper in Lampung, which is harvested in July-August 2012, is reportedly much better than production in 2011. This was confirmed by the significant increase in the volume of export from Lampung port during the last three months. During January – September 2012, total export of black pepper from Lampung was 26,800 mt, as against 18,200 mt in the corresponding period last year. Out of this 18,500 mt was exported in July- September. Up to December 2012 around 35,000 mt of black pepper export from Lampung is expected to be achieved.

It is very difficult to confirm or not this information however it explain the reason why this year the prices are so strong in Brazil and the raw material is so scarce to find at good prices. Many growers say that the harvest period was very short.

International Prices:

In the international market Indian black pepper for Europe at USD 8600 per, New York at USD 8,850 per ton C&F. Indonesia Austa quoted at USD 6,850 per ton FOB and Vietnams 500 GL offered at USD 7,000 per ton FOB. Indian black pepper is out of competition in the international market because of its higher prices.

Spot Prices Weekly Change

Commodity	Centre & Variety	% Change Over Previous Week	Prices (Rs/Qtl)			
			Current (19-10-2012)	Week Ago (12-10-2012)	Month Ago (19-9-2012)	Year Ago (19-10-2011)
Black Pepper	Kochi-Ungarbled	-0.49	40400	40600	Closed	3360
	Kochi-Garbled	-0.47	41900	42100	Closed	35100
	New Delhi-Unpolished	Unch	43000	43000	Closed	34200
	New Delhi-Number 11.5	--	--	--	Closed	36500

Black Pepper weekly Price Outlook (Kochi Spot market)


Candlesticks chart pattern indicates bullish sentiment in the market. RSI is moving down in neutral zone indicates prices may go down in the near term. Prices closed above 9 days and 18 days EMAs. Prices may take immediate support at Rs. 41710 level in coming days.

Expected weekly black pepper price range: 41710 – 42700.

CARDAMOM
Spot Market Recap

- Bodinayakannur and Vandanmedu have remained suspended since September 24. The growers and even some Spices Board officials are keen to stop the auction process some various factors.

Fundamental Analysis:
Cardamom Arrival Scenario

Market	%Change during corresponding period last week	Arrivals during the week (13 th October-19 th October 2012) in bags	Arrivals during the week (6 th October-12 th October 2012) in bags	Arrivals during the week (13 th October-19 th October 2011) in bags
Vandanmedu, Thekkady, Kochi, Kumily, Nedumkandam, Santhanpara & Bodinayakanur (Kerala)	--	--	--	267924

Spot Prices Weekly Change

Centre	Commodity & Variety	% Change Over Previous Week	Average Auction Prices (Rs/Qtl)			
			Current (19-10-2012)	Week Ago (12-10-2012)	Month Ago (19-9-2012)	Year Ago (19-10-2011)
Vandanmedu, Thekkady, Kochi, Nedumkandam, Kumily, Santhanpara & Bodinayakanur (Kerala)	Small Cardamom	--	--	--	Closed	532.12

Cardamom Weekly Price Outlook (Future Continuous market)

CORIANDER SEED
Spot Market Recap

- Lower arrivals were reported in major coriander market during the week.
- At lower price level producers were not releasing their produce in the spot market.
- Higher production amid higher carry forward stocks put cap on prices at higher levels.

Fundamental analysis
Coriander Arrival Scenario:

Market	% Change during corresponding period last week	Arrivals during the week (13 th October-19 th October 2012) in bags	Arrivals during the week (6 th October-12 th October 2012) in bags	Arrivals during the week (13 th October-19 th October 2011) in bags
Kota	-31.57	13000	19000	13500
Ramganj	10.34	16000	14500	22000
Baran	-44.44	10000	18000	10300

1 bag=40 kg

Taking Kota spot markets as the indicative market, arrivals were down by 6,000 bags to 13000 bags against 19000 bags last week.

Higher carry forward stocks amid increasing production during the last year put pressure on prices at higher levels. Sources revealed that, carry forward stock, which is around 55 lakh bags against 35 lakh bags during the last year also weigh on the prices. In the domestic market, buyers were trying to buy at lower prices level.

Spot Prices Weekly Change

Commodity	Centre & Variety		% Change Over Previous Week	Prices (Rs/Qtl)		
				Current (19-10-2012)	Week Ago (12-10-2012)	Month Ago (19-9-2012)
Coriander Seed	Ramganj	Badami	Unch	3500	3500	Closed
		Eagle	Unch	3600-3700	3700	Closed
		Scotter	1.29	3900	3850	Closed
	Kota	Badami	4.22	3700	3550	Closed
		Eagle	4.10	3800	3650	Closed
	Baran	Badami	25.80	3900	3100	Closed
		Eagle	19.69	3950	3300	Closed

Coriander weekly Price Outlook (Kota Spot market)

RED CHILLI
Spot Market Recap

- In Guntur, lower Chilli arrivals were reported during the week under review.
- In Madhya Pradesh Chillies crop under cultivation is around 45,000 hectares.
- Sources revealed that, overall Chilli production for 2012 was 1.3 Million tons. Availability in 2013 is expected 1.081 Million tons as against normal production of 1.20 Million Tons.

Fundamental Analysis
Red Chilli Arrival Scenario:

Market	% Change Over Previous Week	Arrivals during the week (13 th October-19 th October 2012) in bags	Arrivals during the week (6 th October-12 th October 2012) in bags	Arrivals during the week (13 th October-19 th October 2011) in bags
Guntur(Andhra Pradesh)	-22.22	175000	225000	240000

1Bag=45 Kgs

Red chilli arrivals were reported lower by 50,000 bags to 175000 bags during the week against 225,000 bags during the last week.

Madhya Pradesh - Crop is good. Monsoon has been nearly 6% above the normal. In MP chillies is in fruiting stage. In many villages the first harvest of green chillies has started arriving in the market. Many farmers are picking early to induce further flowering. We should be able to share more concrete quantitative details by end of November as our survey team is in Khargone and is currently assessing the crop position.

Andhra Pradesh – The scenario is in contrast to Madhya Pradesh. The lingering heat is still making life difficult. Progress is slow mainly due to low water-level in reservoirs. In most regions plants are still in nursery and retranslating stage. Prevailing low prices have translated to lower area under cultivation. A 30% shortfall in production from this region is most likely. Re-transplanting work may be completed by mid or end of October. Desperate farmers from Guntur region have even sold chillies in nurseries to other farmers with better irrigation facilities. Production of hybrid varieties that need more water may be hit this season.

Karnataka – Chillies production from this region will likely be 20% lower. Sowing and transplanting work has been completed. Farmers are applying top-layer of fertilisers and canal water irrigation is aiding healthy development of crop.

Tamil Nadu - Drought conditions now have had an adverse impact on winter sowing. Seedling work which begins by end of September has been delayed and some regions are expected to start sowing only by October end. Not a big crop anyway to add to numbers.

Around 50% stocks remained unsold. Bangladesh and Colombo were the major export buyers who picked up low-medium quality arrivals. In cold storage higher stocks were reported around 4,000,000 bags.

Spot Prices Weekly Change

Commodity	Centre& Variety	% Change Over Previous Week	Prices (Rs/Qtl)		
			Current (19-10-2012)	Week Ago (12-10-2012)	Month Ago (19-9-2012)
Red Chilli	LCA 334	-1.88	5200	5000-5300	Closed
	Teja	1.38	7000-7300	7000-7200	Closed
	No.5	1.81	5200-5400	5300-5500	Closed
	No.273	5.45	5500-5800	5300-5500	Closed
	Fatki	Unch	2000-2300	2000-2300	Closed
	Byadgi	-1.81	5000-5400	5300-5500	Closed

Red Chilly weekly Price Outlook (Guntur Spot market)


Candlesticks chart pattern reveals bearish sentiment in the market. RSI is moving down in the oversold region indicates prices may correct in the market. Prices closed below 9 days and 18 days EMAs indicates bearish sentiment in the market. 4960 level may take strong supports level for short term.

Expected Price Range of Red Chilly in Guntur spot market (INR/Qtl): 4960-5300.

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