

## **TURMERIC**

### **Spot Market Recap**

- Lower arrivals were reported in Nizamabad and Erode market during the month period.
- Stockists were not interested for buying turmeric bulk quantity only few traders have procured turmeric to fulfill their local orders. Exporters were also waiting for fresh export orders in the spot market.
- Lower turmeric stocks were reported in Nizamabad market during the current period.
- 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 in coming days.

### **Fundamental analysis**

#### **Monthly Turmeric Arrival Scenario:**

Market	% Change during corresponding period last month	Arrivals during the October 2012 in bags	Arrivals during the September 2012 in bags	Arrivals during the October 2011 in bags
Nizamabad (AP)	<b>-57.97</b>	13700	32600	7600
Erode (TN)	<b>-29.33</b>	59500	84200	107000

1 bag = 75kgs

Lower arrivals were reported during the month period in the spot market. 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. Turmeric fresh crop arrivals start from March next year.

Turmeric prices reported down in the major markets on limited demand. Prices are unmoved in physical markets due to steady demand though higher stocks and subdued exports weighed on sentiment. Lower supplies supported the market sentiments. Turmeric farmers those who are having huge stock with them, brought very limited produce for sale. Traders are expecting orders from North India within couple of days which may boost up the market.

#### **Spot Prices Monthly Change**

Commodity	Centre	Variety/Type	Price Rs/Qtl		% Change
			31.10.12	28.9.12	
Turmeric	Erode	Finger	5150-5550	5500-6000	<b>-7.50</b>
		Gattah	4850-5150	5300-5600	<b>-8.03</b>
	Nizamabad	Nizam	4900	5600	<b>-12.50</b>

**Turmeric Price Outlook Monthly Chart (Nizamabad Spot market)**


Candlestick chart pattern reveals sideways movement in the market. Prices closed between 9 and 18 days EMAs. RSI is moving up in neutral region, indicating that prices may go up in near term. 4285 seems like a strong support level. **We expect turmeric spot prices to stay in the range of 4285 - 5680.**

## CORIANDER SEED

### Spot Market Recap

- In major coriander markets, higher arrivals were reported during the month period.
- Limited demand from south Indian buyers amid higher stock also restrains the prices.
- At lower price level producers were not releasing their produce in the spot market.

### Fundamental analysis

#### Monthly Coriander Arrival Scenario:

Market (Rajasthan)	% Change during corresponding period last month	Arrivals during the October 2012 in bags	Arrivals during the September 2012 in bags
Kota	<b>+37.90</b>	77500	56200
Ramganj	<b>+18.89</b>	75500	63500
Baran	<b>+15.94</b>	80000	69000

1 bag=40 kg

Taking Kota spot markets as the indicative market, arrivals were up by 21300 bags to 77500 bags against 56200 bags last month. Sources revealed that, almost 70 percent arrivals were traded in the market already. Stockiest and farmers have higher stock and they have started to release their stock in the market which may put further pressure on the prices.

Farmers were not interested in selling at lower levels hence despite subdued demand from traders. In the domestic market, buyers were trying to buy at lower prices level.

### Spot Prices Monthly Change

Commodity	Centre & Variety		% Change Over Previous Month	Prices (Rs/Qtl)	
				31.10.12	28.9.12
Coriander Seed	Ramganj	Badami	<b>+6.15</b>	3350-3450	3150-3250
		Eagle	<b>+2.89</b>	3450-3550	3450
		Scooter	<b>+2.73</b>	3750	3650
	Kota	Badami	<b>+5.88</b>	3600	3400
		Eagle	<b>+5.71</b>	3700	3500
	Baran	Badami	<b>+17.69</b>	3825	3250
		Eagle	<b>+15.67</b>	3875	3350

**Coriander Price Outlook Weekly Chart (Spot market)**


Candlesticks chart pattern reveals bullish sentiment in the market. Prices closed above 9 and 18 days EMAs indicating the bullish sentiment in the market. RSI is moving up in neutral region which indicates prices may go up in the near term. 4310 seems like a strong support level.

**Expected price range: 4310 -4750.**

## RED CHILLI

**Spot Market Recap**

- In Guntur, Red chilli arrivals were reported lower during the month period.
- Red chilli prices are not going up by higher pace due to higher stock availability in the spot market. Around 70 lakh bags stock of red chilli in all over Andhra Pradesh cold storage. Meanwhile, there is 40 lakh bags (per bag 40 kg) stock of red chilli at Guntur cold storage
- In Andhra Pradesh farmers were expected around 30% crop shortage due to current season lower prices and erratic monsoon.
- Buyers were unresponsive in the domestic market during the period.

**Fundamental Analysis**
**Monthly Red Chilli Arrival Scenario:**

Market	% Change Over Previous month	Arrivals during the October 2012 in bags	Arrivals during the September 2012 in bags	Arrivals during the October 2011 in bags
Guntur (Andhra Pradesh)	<b>-0.68</b>	730000	735000	580000

1 Bag=45 Kgs

Red chilli arrivals were reported lower by 5,000 bags to 730000 bags during the month against 735000 bags during the last month.

Export and upcountry demand is continuing in Red Chilli. Fresh arrivals in Madhya Pradesh after Diwali festival. The forecast of a good Chilli crop in China will hit the shipments from India, as the country has been the largest buyer of the chilli in the last several months.

## Chilli Rabi Crop Sowing Progress:

Red Chilli has been sown in 0.059 lakh hectares in A.P as on 31<sup>st</sup> October 2012. Chilli sowing in Andhra Pradesh is going on. The comparative sowing progress in AP is tabulated below:

Area in Lakh hectares	Normal		During Corresponding Period		Current Year as on 31/10/12	% Sown to	
Crop	Season	As on date	As on 31/10/10	As on 31/10/11		Season	As on date
Chilli	0.47	0.18	0.13	0.18	0.059	13	33

In Tamil Nadu crop is expected to be around 15,000 MT.

## Spot Prices Monthly Change

Commodity	Centre & Variety	% Change Over Previous Month	Prices (Rs/Qtl)	
			31.10.12	28.9.12
Red Chilli	LCA 334	1.81	5200-5600	5300-5500
	Teja	-2.56	7200-7600	7500-7800
	No.5	-3.33	5500-5800	5800-6000
	Fatki	-8.00	2000-2300	2200-2500
	Sanam 334	3.57	5700-5800	5600
	Byadgi	-4.91	5500-5800	5800-6100

## Price Outlook Red Chilly Monthly Chart (Guntur Spot market):



Candlesticks chart pattern depicts prices may go up in the market. Prices closed below 9 and 18 days EMAs indicating the bearish sentiment in the market. RSI is moving up in neutral region which indicates prices may go up in the near term. 4980 seems like a strong support level.

**Expected price range: (INR/Qtl): 4980 - 5850.**

### **CUMIN SEED (JEERA)**

#### **Spot Market Recap:**

- Higher arrivals were reported in Unjha market during the month period.
- Around 75 – 80 percent new crop arrivals already traded in the domestic market. .
- Exporters and domestic buyers 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.

#### **Fundamental analysis**

##### **Monthly Jeera Arrival Scenario:**

Market	% Change Over Previous month	Arrivals during the October 2012 in bags	Arrivals during the September 2012 in bags	Arrivals during the October 2011 in bags
Unjha (Gujarat)	47.91	106500	72000	52000

**Unjha 1 bag = 65kgs**

In Unjha, Cumin arrivals were reported up by 34500 bags to 106500 bags against 72000 bags last month.

The total jeera stocks are currently estimated at around 400,000-500,000 bags, down almost 300,000 bags from the last year in the same year.

Jeera prices are expected to trade on positive note on 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. New seasons sowing data may support the market sentiments in coming days. Traders expect moderate bullish sentiments to prevail in the near term.

In Gujarat, Jeera sowing already started anticipated 15 – 20 percent area may decline due to lack of water facility. Area may down in districts like Amreli, Junagarh, Jamnagar, Porbandar and Kutch regions.

#### **International Jeera Prices:**

In the international market Indian black pepper for Europe at USD 8,100 per, New York at USD 8,400 per ton C&F. Vietnams Austa quoted at USD 7,000 per ton, Brazils Austa USD 6,700 per ton and Indonesia Austa quoted at USD 6,500 per ton FOB and Vietnams FAQ 500 and GL 550 offered at USD 6,100-6,200 per ton FOB.

#### **Spot Prices Monthly Change**

Commodity	Centre	Variety/Type	Price Rs/Qtl		% Change
			31.10.12	28.9.12	
Cumin Seed	Unjha	Loose	Closed	14400-14700	-
		Machine Cut	Closed	14200	-
		NCDEX Quality	Closed	14400-14600	-
	Jodhpur	Loose	13500-13700	13000	5.38



**Price Outlook Technical Analysis (Monthly Chart Spot market) Jeera: Unjha Mandi**


Candlesticks chart pattern depicts prices may go up in the market. Prices closed above 9 and 18 days EMAs indicating the bullish sentiment in the market. RSI is moving up in neutral region which indicates prices may go down in the near term. 14530 seem like a strong support level.

**Expected monthly Jeera price range: 14530-15275.**

## **BLACK PEPPER**

### **Spot Market Recap**

- In Kochi, Pepper arrivals were reported higher during the month period.
- Pepper season in Kerala normally begins from December onwards and lasts till March/April.
- Growers in Kerala said it would be slightly higher than the production last year while some major growers in Karnataka were quoted as saying the crop there is going to be nearly double the crop last year.
- In the domestic market, because of the high prices, the demand continued to remain thin and the end-users and industry were covering only hand to mouth. They are waiting for the new crop to arrive by mid-Dec.

### **Fundamental Analysis**

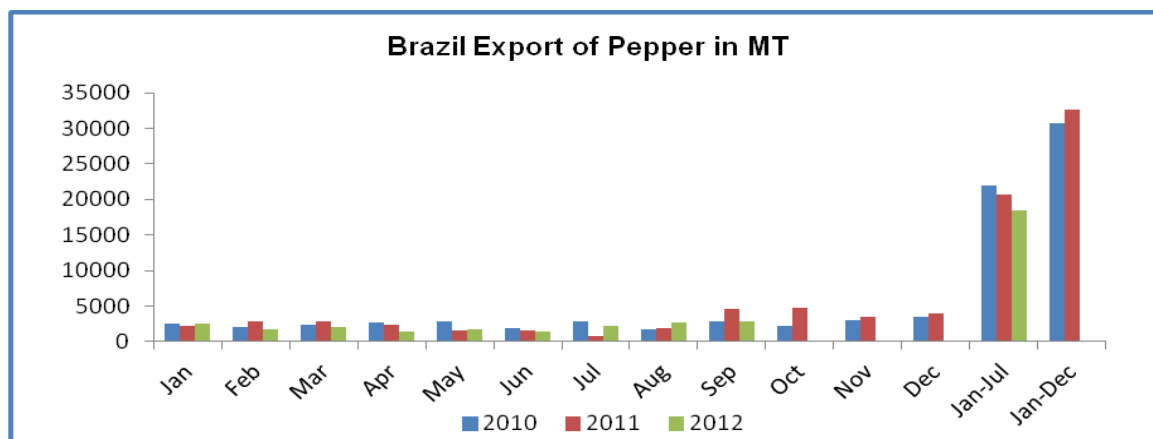
#### **Monthly Black Pepper Arrival Scenario**

Market	% Change Over Previous month	Arrivals during the October 2012 in bags	Arrivals during the September 2012 in bags	Arrivals during the October 2011 in bags
Kochi (Kerala)	63.22	648	397	173

In Kochi, Pepper arrivals were reported up by 251 tonnes in comparison to last month. The Indian total output has been given as 43,000 tonnes in 2012. A carry forward stock of 15,816 tonnes and import of 16,250 tonnes have been shown. Domestic consumption in 2012 has been put at 42,500 tonnes while the exports have been estimated at 17,500 tonnes. As against these, the production in 2013 has been projected as 55,000 tonnes and a carry forward stock of 15,000 tonnes. The domestic consumption and exports in 2013 has been shown as 43,000 tonnes and 25,000 tonnes respectively.

**Global Pepper scenario:**

During September 2012, Brazil exported 2,790 mt of pepper valued at USD 17.3 million as against 4,551 mt valued at USD29.3 million exported in September 2011, registering a decrease of 39% in quantity and 41% in value. During January – September 2012, total export of pepper from Brazil was 18,515 mt worth USD 124.9 million.



According to the IPC projections in Colombo, the total global production would be at 327,090 tonnes with an exportable surplus of 336,780 tonnes. Whereas, the production and exportable surplus in 2013 is forecast at 316,832 tonnes and 319,098 tonnes respectively.

In the international scenario, multinational companies with multi-origin operations having processing facilities in Vietnam were reportedly importing pepper from Indonesia for meeting their export commitments of LBV pepper. Meanwhile, the trade here found it difficult to swallow the production figures of Indonesia for 2012 as 63,000 tonnes with an exportable surplus of 62,614 tonnes. Whereas, the production in 2013 has been projected as 47,000 tonnes with an exportable surplus of 43,614 tonnes. In 2011 Indonesia produced 45,000 tonnes of pepper and exported 36,487 tonnes.

**Pepper International Prices:**

In the international market Indian black pepper for Europe at USD 8,100 per, New York at USD 8,400 per ton C&F. Vietnams Austa quoted at USD 7,000 per ton, Brazils Austa USD 6,700 per ton and Indonesia Austa quoted at USD 6,500 per ton FOB and Vietnams FAQ 500 and GL 550 offered at USD 6,100 - 6,200 per ton FOB.

**Spot Prices Monthly Change**

Commodity	Centre	Variety/Type	Price Rs/Qtl		% Change
			31.10.12	28.9.12	
Black Pepper	Kochi	Ungarbled	40100	40000	0.25
		Garbled	41600	41500	0.24
	New Delhi	Unpolished	43500	43000	1.16
		Number 11.5	-	-	-

**Technical Analysis Monthly Chart: Black Pepper (Kochi Spot market)**


Candlestick chart pattern reveals bullish sentiment in the market. Price closed significantly above 9 and 18 day EMAs indicates bullish sentiment in the market. However, RSI is moving down in overbought region which might take correction in short term.

**Expected monthly black pepper spot price range: 40180-42930.**

## CARDAMOM

### Spot Market Recap

- Lower arrivals were reported in the domestic market during the month under review.
- Rising demand in spot market on account of festive demand against restricted arrivals from producing regions mainly pushed up cardamom prices.
- Adequate stocks in the domestic market may keep pressure on cardamom prices.
- During the current period, around 6,000 tonnes stocks carry forward. Currently the carryover stocks are keeping cardamom tethered to a bearish trend.

### Fundamental Analysis: Monthly Cardamom Arrival Scenario

Market	% Change Over Previous month	Arrivals during the October 2012 in bags	Arrivals during the September 2012 in bags	Arrivals during the October 2011 in bags
Vandanmettu, Thekkady, Kochi, Nedumkandam, Kumily, Santhanpara & Bodinayakanur (Kerala)	<b>-85.16</b>	<b>125695</b>	<b>847275</b>	<b>1157965</b>

In Kochi, Cardamom arrivals were reported lower by 721580 Kgs to 125695 Kgs during October month in comparison to last month.

Upcountry buyers were not active as their traders were keeping away from the auctions in protest against the raising of the minimum bidding rate. Export demand is reported lower as importing countries



have already purchased stock and they have sufficient stock in quantity. Consequently, fresh demand is likely to come up in the coming days for the winter and wedding season.

Major quantity of the spice harvested in the country is sold through auctions in Kerala and Tamil Nadu. After a month's auction disruption from September 25 on the issue of raising the bidding rates, the auctions resumed in October last week with a revised bidding rate of Rs 2. The decision to revamp the marketing system will boost the exports. The exporters can buy good quality cardamom from the farms directly while the grower stands to get a better rate. During the current year, exports have been down by nearly 50% till October from over 1,000 tonne in the corresponding period previous year.

#### Spot Prices Monthly Change

Commodity	Centre	Variety/Type	Small (Price Rs/Kg)		% Change
			31.10.12	28.9.12	
Cardamom (Small)	Vandanmedu, Thekkady, Kochi, Kumily, Nedumkandam, Santhanpara & Bodinayakanur				
		Max Auction Price	871.00	--	--
		Average Auction Price	704.00	--	--

#### Technical Analysis Monthly (Futures Continuous Chart) Cardamom (values in Kg)



Candlestick chart pattern reveals bearish sentiment in the market. RSI is moving down in neutral zone and indicates the bearishness in the market. 670 seem like a strong support level. Prices closed below 9 days and 18 days EMAs indicates bearish sentiment in the market.

**Expected monthly cardamom price range: 670-850.**

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