

## RED CHILLI

### Spot Market Recap

- In Guntur, higher Chilli arrivals were reported during the week under review.
- 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.
- There is 55 lac bags stock of red chilli in all over Andhra Pradesh cold storage. Meanwhile, there is 28 lac bags (per bag 40 kg) stock of red chilli at Guntur cold storage.
- In West Bengal and Tamil Nadu, crop is at vegetative stage and insecticide spraying is in progress following moderate intensity of mite is also noticed. Irrigation in chilli is also in progress.

### Fundamental Analysis

#### Red Chilli Arrival Scenario:

| Market                 | % Change Over Previous Week | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2012) in bags | Arrivals during the week (24 <sup>th</sup> Nov – 30 <sup>th</sup> Nov 2012) in bags | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2011) in bags |
|------------------------|-----------------------------|---|---|---|
| Guntur(Andhra Pradesh) | <b>+45.45</b>               | 240000  | 165000  | 135000  |

1Bag=45 Kgs

Higher arrivals were reported in the spot market during the week period. 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.

In West Bengal and Tamil Nadu, crop is at vegetative stage and insecticide spraying is in progress following moderate intensity of mite is also noticed. Irrigation in chilli is also in progress. In Tamil Nadu, North East Monsoon is bringing beneficial rains for farming in this region. Chillies growing still in vegetative stage. Seedling work has been completed in almost 75% area under cultivation which is almost similar to last year.

In Andhra Pradesh, Yield of hybrid varieties may come down due to insufficient rains. Arrivals from this region will likely be seen by end February.

### Spot Prices Weekly Change

| Commodity  | Centre& Variety | % Change Over Previous Week | Prices (Rs/Qtl)     |                       |                       |
|------------|-----------------|-----------------------------|---------------------|-----------------------|-----------------------|
|            |                 |                             | Current (7-12-2012) | Week Ago (30-11-2012) | Month Ago (7-11-2012) |
| Red Chilli | LCA 334         | <b>-1.72</b>                | 5500-5700           | 5700-5800             | 5700-6000             |
|            | Teja            | <b>-3.48</b>                | 7900-8300           | 8300-8600             | 7700-8100             |
|            | No.5            | <b>-4.54</b>                | 6000-6300           | 6300-6600             | 5800-6300             |
|            | No.273          | <b>-3.17</b>                | 5800-6100           | 6000-6300             | 5800-6300             |
|            | Fatki           | <b>Unch</b>                 | 2000-2500           | 2200-2500             | 2000-2400             |
|            | Byadgi          | <b>-1.61</b>                | 5800-6100           | 5800-6200             | 5800-6300             |

**Red Chilly weekly Price Outlook (Guntur Spot market)**


Candlesticks chart pattern reveals sideways movement in the market. RSI is moving up in the neutral region indicates prices may go up in the market. Prices closed between 9 days and 18 days EMAs indicates bearish sentiment in the market. 5420 level may take strong supports level for short term.

**Expected Price Range of Red Chilly in Guntur spot market (INR/Qtl): 5420-5660.**

**Red Chilly weekly Price Chart (Future market, Continuous chart)**


Candlesticks chart pattern reveals bearish sentiment in the market. RSI is moving down in the neutral region indicates prices may go down in the market. Prices closed below 9 days and 18 days EMAs indicates bearish sentiment in the market. 5060 level may take strong supports level for short term.

**Expected Price Range of Red Chilly in Guntur spot market (INR/Qtl): 4775 - 5080.**

## **TURMERIC**

### **Spot Market Recap**

- Higher arrivals were reported in Turmeric Erode market during the period.
- Exporters quoted higher, as they have received orders from North India. Sales in other centres have decreased and many North Indian traders are placing orders at Erode.
- Traders are expecting orders from North India within couple of days which may boost up the market.

### **Fundamental analysis**

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

| Market         | % Change during corresponding period last week | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2012) in bags | Arrivals during the week (24 <sup>th</sup> Nov – 30 <sup>th</sup> Nov 2012) in bags | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2011) in bags |
|----------------|--|---|---|---|
| Nizamabad (AP) | <b>-22.58</b>                                  | 2400  | 3100  | 900   |
| Erode (TN)     | <b>+150.00</b>                                 | 30000   | 12000   | 24000   |

1 bag = 75kgs

Higher arrivals were reported during the week period in the Erode spot market. Turmeric fresh crop arrivals start from March next year. Higher stocks were reported in the Erode spot market during the period.

Next season crop is expected to be 40% lower. Farmers are reluctant to offer early as curcumin levels may vary and not too many are confident of the output. Carryover stock from the current season is minimal. Prices are expected to remain steady.

Buyers are still stockists and local traders. Export demand is yet to pick up. Voluminous trading can be expected only with the new crop arrivals next year.

In the Erode market, fresh orders from the neighboring states. There was good demand from Bihar and other northern states. We expect turmeric prices to remain positive due to good demand from upcountry markets. Traders expect export orders to resume in the coming days.

### **Spot Prices Weekly Change**

| Commodity | Centre & Variety     | % Change Over Previous Week | Prices (Rs/Qtl)     |                       |                       |                      |
|-----------|----------------------|-----------------------------|---------------------|-----------------------|-----------------------|----------------------|
|           |                      |                             | Current (7-12-2012) | Week Ago (30-11-2012) | Month Ago (7-11-2012) | Year Ago (7-12-2011) |
| Turmeric  | Nizamabad-Nizam Cold | <b>+2.00</b>                | 5100                | 5000                  | 5200                  | 5700                 |
|           | Erode-Finger         | --                          | 5400-5600           | Closed                | 5400-5800             | 4100-4500            |

## Turmeric Weekly Price Outlook (Nizamabad Spot market)



Candlestick chart pattern reveals bullish sentiment in the market. RSI is moving up in neutral region which may indicates bullish sentiment in near term. Prices closed above 9 days and 18 days EMAs indicates to bullish sentiment in the market. 5050 seems like a strong support level.

**Expected Price Range of TMC Nizamabad spot market: 5050-5300.**

## Turmeric weekly Price Chart (Future market, Continuous chart)



Candlestick chart pattern reveals bearish sentiment in the market. RSI is moving down in neutral region which may indicates bearish sentiment in near term. Prices closed above 9 days and 18 days EMAs indicates to bullish sentiment in the market. 5100 seems like a strong support level.

**Expected Price Range of TMC Nizamabad spot market: 5100-5530.**

## CUMIN SEED (JEERA)

### Spot Market Recap:

- Higher arrivals were reported during the week period.
- At higher prices buyers (stockists) were not interested for buying as they have higher stocks.
- Exporters and domestic buyers were trying to buy at lower prices level.

### Fundamental analysis

#### Jeera Arrival Scenario:

| Market          | % Change during corresponding period last week | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2012) in bags | Arrivals during the week (24 <sup>th</sup> Nov – 30 <sup>th</sup> Nov 2012) in bags | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2011) in bags |
|-----------------|--|---|---|---|
| Unjha (Gujarat) | +6.66  | 32000   | 30000   | 12450   |

Unjha 1 bag = 55kgs

Higher arrivals were reported during the week period as against the last week. Around 75 – 80 percent new crop arrivals already traded in the domestic market.

According to Gujarat State Agri. Dept., jeera-sowing area is up to 2.219 lakh ha. as compared with 1.926 lakh ha. in previous year. In Gujarat, Jeera sowing already started, anticipated 25 – 30 percent area may decline due to lack of water. Area may down in Saurashtra region (districts like Rajkot, Amreli, Junagarh, Jamnagar, Porbandar) and Kutch regions.

In the international market, Indian cumin seed one percent quoted at USD 2,750 ton (cnf) Singapore. However, Turkey and Syria are not offering. Both Syria and Turkey are the stiff competitors for India in Jeera export market. Civil war in Syria may help India to boost its export.

### Spot Prices Weekly Change

| Commodity  | Centre & Variety | % Change Over Previous Week | Prices (Rs/Qtl)     |                       |                       |                      |
|------------|------------------|-----------------------------|---------------------|-----------------------|-----------------------|----------------------|
|            |                  |                             | Current (7-12-2012) | Week Ago (30-11-2012) | Month Ago (7-11-2012) | Year Ago (7-12-2011) |
| Cumin Seed | Unjha-Loose      | +1.10                       | 13750               | 13500-13600           | 13700                 | 13000-13100          |
|            | Jodhpur – Loose  | +1.44                       | 14000               | 13800                 | 13800                 | 13000                |

### Jeera weekly Price Outlook (Unjha Spot market)



Candlestick chart pattern reveals range bound movement in the market. Prices closed below 9 days and 18 days EMAs in the market. RSI is also moving down in neutral region indicates bearish sentiment in the market. Prices may take immediate support at 14740 levels in coming days.

**Expected Price Range of Jeera at Unjha (INR/Qtl): 14740-15020.**

**Jeera weekly Price Chart (Future market, Continuous chart)**


Candlestick chart pattern reveals bearish sentiment in the market. Prices closed below 9 days and 18 days EMAs in the market. RSI is moving up in neutral region indicates bullish sentiment in the market. Prices may take immediate support at 13985 levels in coming days.

**Expected Price Range of Jeera at Unjha (INR/Qtl): 13985-14580.**

## **BLACK PEPPER**

**Spot Market Recap**

- In Kochi market, higher arrivals were reported during the week under review.
- 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 (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2012) in bags | Arrivals during the week (24 <sup>th</sup> Nov – 30 <sup>th</sup> Nov 2012) in bags | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2011) in bags |
|----------------|--|---|---|---|
| Kochi (Kerala) | <b>+100.00</b>                                 | 120   | 60  | 85  |

In Kochi, pepper arrivals were reported higher by 60 tonnes to 120 tonnes against 60 tonnes during the last week. Stockists were releasing their stocks before new crop arrivals start into the market.

The better crop expectation in the local and overseas market pressurizes the prices at higher levels. Releasing the stocks into the market before the new crop arrival also weighed on the sentiments. Pepper harvesting will begin by mid-December month in Kerala and arrivals will gain pace in January.

Indian pepper production for last year fell to 43,000 tonnes against an average annual production of 50,000-55,000 tonnes. Indian production for 2010-11 was 48,000 tonnes. However, current year output is expected to increase to 55,000-60,000 tonnes. Pepper output in Vietnam this year decreased to around 1 lakh tonnes from 1.10 lakh tonnes in 2011.

According to International Pepper Community reports, during Jan-Oct 2012 Indian pepper export was around 15,700 tonnes as against 18,000 tonnes same period last year. India is estimated to have an export of around 1,000 tonnes in October compared to 2,500 tonnes in the same period last year. Till the

end of this year, India is expected to export almost 17,500 tonnes. During Jan-Oct 2012, the total export of pepper from Vietnam was 1,02,340 tonnes, registering a significant fall of 12 per cent compared with export of 1,15,780 tonnes in the same period last year. It is estimated that the export from Vietnam would be around 1.10 lakh tonnes this year.

#### International Prices:

In the international market Indian black pepper for Europe quoted at USD 7,400 per ton and USD 7,700 per ton C&F for America. Meanwhile, February and March delivery offered at USD 6,600-6,700 per ton C&F. As per the international pepper community black pepper March carry forward stock may be around 85,750 tons, which was recorded 90,585 tons earlier.

#### Spot Prices Weekly Change

| Commodity    | Centre & Variety      | % Change Over Previous Week | Prices (Rs/Qtl)     |                       |                       |                      |
|--------------|-----------------------|-----------------------------|---------------------|-----------------------|-----------------------|----------------------|
|              |                       |                             | Current (7-12-2012) | Week Ago (30-11-2012) | Month Ago (7-11-2012) | Year Ago (7-12-2011) |
| Black Pepper | Kochi-Ungarbled       | +0.81                       | 37200               | 36900                 | 40000                 | 33300                |
|              | Kochi-Garbled         | +0.78                       | 38700               | 38400                 | 41500                 | 34800                |
|              | New Delhi-Unpolished  | Unch                        | 42500               | 42500                 | 43500                 | 34200                |
|              | New Delhi-Number 11.5 | --                          | --                  | --                    | --                    | 37000                |

#### Black Pepper weekly Price Outlook (Kochi Spot market)



Candlesticks chart pattern indicates bearish sentiment in the market. However, RSI is moving down in neutral zone indicates prices may go down in the near term. Prices closed below 9 days and 18 days EMAs. Prices may take immediate support at Rs. 37800 level in coming days.

**Expected weekly black pepper price range: 37800 – 38930.**

**Black Pepper weekly Price Chart (Future market, Continuous chart)**


Candlesticks chart pattern indicates correction in prices in the market. RSI is moving down in neutral zone indicates prices may go down in the near term. Prices closed below 9 days and 18 days EMAs. Prices may take immediate support at Rs.38390 level in coming days.

**Expected weekly black pepper price range: 38390 – 39470.**

## CARDAMOM

### Spot Market Recap

- In Kochi, Cardamom arrivals were reported higher during the week period.
- Exporters were reported inactive at higher prices level.
- At higher levels buyers were inactive in the market. Stockists were inactive at higher prices level as they have sufficient stock in quantity.

### Fundamental Analysis:

#### Cardamom Arrival Scenario

| Market   | %Change during corresponding period last week | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2012) in bags | Arrivals during the week (24 <sup>th</sup> Nov – 30 <sup>th</sup> Nov 2012) in bags | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2011) in bags |
|--|---|---|---|---|
| Vandanmedu, Thekkady, Kochi, Kumily, Nedumkandam, Santhanpara & Bodinayakanur (Kerala) | +15.90  | 426812  | 368230  | 267016  |

Higher arrivals were reported during the week period. Total arrivals and sales during the current season from Aug 1 to Dec 9 were at 5,162 tonnes and 4,919 tonnes respectively.

Demand has started picking up in north India for the festival season, winter and wedding season. The crop is so short that even during the current fourth round of picking this month.

Cardamom export this year is expected to fall of at least 50 per cent, due to lower production. About 2,000 tonnes is available for export as against last year's export of 4,650 tonnes (worth Rs 363 crore). In international market Indian cardamom is more costly than Guatemala. The Spices Board of India has targeted for export in 2012-13, Small cardamom 3,000 tonnes and 1,000 tonnes of the large cardamom.

## Spot Prices Weekly Change

| Centre   | Commodity & Variety | % Change Over Previous Week | Average Auction Prices (Rs/Qtl) |                       |                       |                      |
|--|---------------------|-----------------------------|---------------------------------|-----------------------|-----------------------|----------------------|
|  |                     |                             | Current (7-12-2012)             | Week Ago (30-11-2012) | Month Ago (7-11-2012) | Year Ago (7-12-2011) |
| Vandanmedu, Thekkady, Kochi, Nedumkandam, Kumily, Santhanpara & Bodinayakanur (Kerala) | Small Cardamom      | -4.11                       | 804.96                          | 839.51                | 708.18                | --                   |

## Cardamom Weekly Price Outlook (Future market)



Candlesticks chart pattern reveals bearish sentiment in the market. RSI is moving down in neutral zone indicates prices may go down in the market. Prices closed above 9 days and 18 days EMAs also indicates bullish sentiment in the market. 900 might act as strong support level.

**Expected weekly cardamom price range: 900-1040.**

## CORIANDER SEED

### Spot Market Recap

- Mostly lower arrivals were reported in major coriander market during the week.
- Coriander area may down during the current sowing period.
- Farmers were not interested in selling at lower levels hence despite subdued demand from traders.
- In Rajasthan and Madhya Pradesh 35 - 40 lakh bags total stocks expected with traders.

**Fundamental analysis**
**Coriander Arrival Scenario:**

| Market  | % Change during corresponding period last week | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2012) in bags | Arrivals during the week (24 <sup>th</sup> Nov – 30 <sup>th</sup> Nov 2012) in bags | Arrivals during the week (1 <sup>st</sup> Dec – 7 <sup>th</sup> Dec 2011) in bags |
|---------|--|---|---|---|
| Kota    | +4.54  | 23000   | 22000   | 6000  |
| Ramganj | -6.25  | 15000   | 16000   | 6000  |
| Baran   | -1.92  | 25500   | 26000   | 5000  |

1 bag=40 kg

Taking Kota spot markets as the indicative market, arrivals were up by 1000 bags to 23000 bags against 22000 bags last week.

Fresh buying by speculators following pick-up in demand in the spot market against less arrivals mainly pushed up coriander prices. Coriander futures had gone up in the last couple of sessions due to reports of good demand and lower arrivals in major spot markets.

Sources revealed that, almost 80 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.

Coriander area down during the current sowing period.

**Spot Prices Weekly Change**

| Commodity      | Centre & Variety |         | % Change Over Previous Week | Prices (Rs/Qtl)     |                       |                       |
|----------------|------------------|---------|-----------------------------|---------------------|-----------------------|-----------------------|
|                |                  |         |                             | Current (7-12-2012) | Week Ago (30-11-2012) | Month Ago (7-11-2012) |
| Coriander Seed | Ramganj          | Badami  | +3.28                       | 4200-4400           | 4160-4260             | 3500-3600             |
|                |                  | Eagle   | +3.21                       | 4400-4500           | 4260-4360             | 3700-3800             |
|                |                  | Scotter | +6.74                       | 4750                | 4450                  | 4000                  |
|                | Kota             | Badami  | +1.23                       | 4100                | 4000-4050             | 3800                  |
|                |                  | Eagle   | +1.20                       | 4200                | 4100-4150             | 3900                  |
|                | Baran            | Badami  | +5.12                       | 4100                | 3900                  | 4000                  |
|                |                  | Eagle   | +8.86                       | 4300                | 3950                  | 4100                  |

**Coriander weekly Price Outlook (Kota Spot market)**


Candlestick chart pattern reveals bullish sentiment in the market. RSI is moving up to overbought zone indicates prices may correct in short term. Prices closed above 9 days and 18 days EMAs in the market. 4960 level is a strong supports level in short term.

**Expected Price Range of Coriander Kota spot market: 4960-5120.**

**Coriander Weekly Price Chart (Future market, Continuous chart)**


Candlestick chart pattern reveals bullish sentiment in the market. RSI is moving up to neutral zone indicates prices may go up in short term. Prices closed above 9 days and 18 days EMAs in the market. 5100 level is a strong supports level in short term.

**Expected Price Range of Coriander Kota spot market: 5100-5340.**

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