

Domestic Fundamentals:

- Lower demand at the beginning of the season, ample stock and weak inner tone remain unsupportive to the cash mentha market. Major buyers expect market to dip from current level and may touch at Rs 800 to Rs 815 per kg in the middle of June. Pressure from new crop is expected in June.
- However, overall crop size is 25 percent lower than last year and market is likely to start firming up July onward. Major buyers like China, EU, Japan may enter into the market by the end of June by then prices would be at the lowest level around Rs 800 to Rs 825 per kg.
- This year mentha coverage is likely to be down by around 20-25% from last year due to crop shift and also lower price realization in previous year. However, growing of mentha crop in some new area has minimized the impact of lower crop size in traditional area. Overall crop loss may not be more than 10 percent, a nominal phenomenon every year.
- Weather condition is not very favourable for standing crop. More rains may increase the percentage of loss. Light rains in the growing region have been predicted in next two –three days.

International Market Update:

- On a global front, mint consuming segments are shifting towards synthetic mentha oil, wide price fluctuations in natural menthe have encouraged bulk consumer to reduce their use and turn to Synthetic one as it is cheaper to natural menthe.
- On a Week basis, the PVOI analysis reflects that the prices are falling along with the volumes while the open interest is slightly up. However, on an average basis, these three are on a weaker note and might result in a further fall in Mentha oil prices. Therefore, based on the above-mentioned market scenarios, Mentha oil prices are expected to continue in its negative bias in the short term.
- International quotes (FOB) for Mentha oil in Shanghai are in the range of USD 1540-1550/Quintal.

Domestic Market Outlook: Mentha Oil price is likely to stay steady to slightly weak.

MCX Mentha Oil Futures								Date: 28.05.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-14	3.10	824.70	831	820.50	826	2440	1023	3150	426
July-14	3.30	835.20	842	832.70	839	234	76	531	221
Aug-14	1.50	847.10	851	842.60	849.25	123	68	144	35

No change

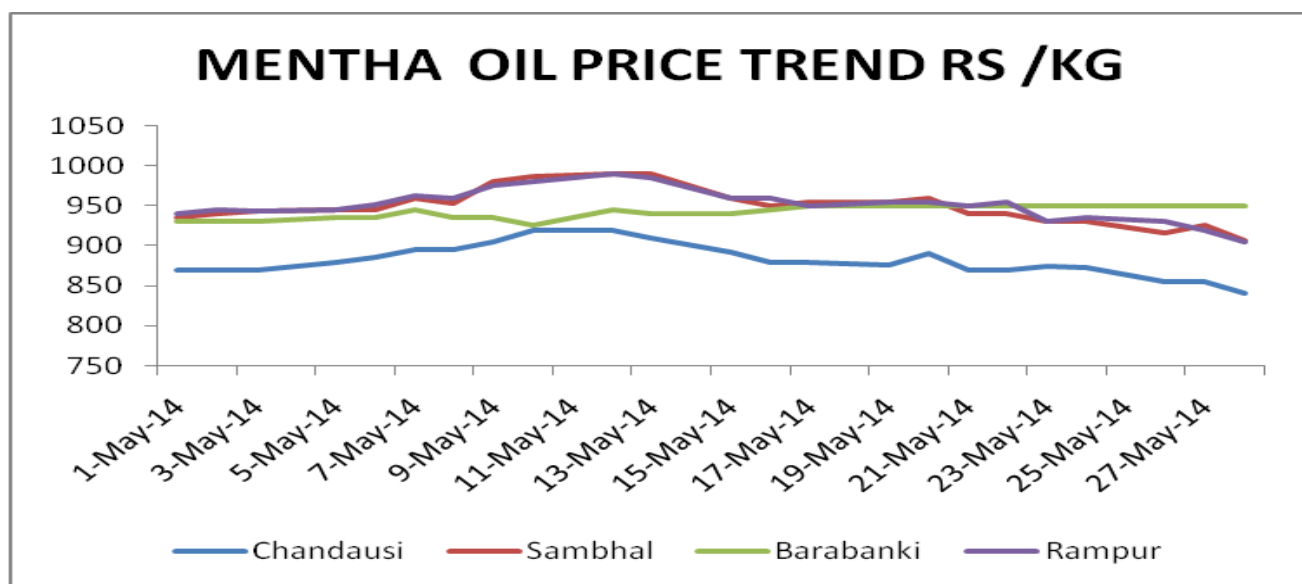
Spreads:

Spread				
Spot/Chandausi	14-June	July-14	Aug-14	Sept-14
June-14	30			
July-14		13		
Aug-14			12.90	
Sept-14				

Stock Position at MCX Warehouses:

Centre	Stock Eligible for Exchange Delivery (kgs)	Final Expiry Date
Chandausi	57878.65	15-Feb-15
	2159.000	15-Feb-15
	359.750	15-Mar-15
	15107.350	15-Sep-15
Barabanki	5402.200	15-Nov-14
	19464.950	15-Mar-15
	2161.600	15-Apr-15
	20542.850	15-May-15
	19418.400	15-Sep-15

Mentha Oil Spot Chandausi Price Chart:-



Mentha Oil Daily Prices

Commodity	Center	Mentha Oil		Change
Mentha Oil		5/28/2014	5/27/2014	
	Chandausi	840	855	-15
	Sambhal	906	925	-19
	Barabanki	950	950	Unch
	Bareilly	865	880	-15
	Rampur	905	920	-15

Commodity	Center	DMO		Change
DMO		5/28/2014	5/27/2014	
	Chandausi	730	740	-10
	Sambhal	635	650	-15

Commodity	Center	Flakes		Change
Flakes		5/28/2014	5/27/2014	
	Chandausi	920	950	-30
	Sambhal	950	975	-25

Commodity	Center	Crystal		Change
Crystal		5/28/2014	5/27/2014	
	Chandausi	950	975	-25
	Sambhal	1000	1015	-15

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