

Domestic Fundamentals:

- **Mentha oil continued to trade under pressure** on lower demand and the beginning of arrival from new crop. 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 Rs825 per kg.
- **This year Mentha coverage is likely to down by** around 20-25% from last year due to crop shift and also lower price realization in previous year.
- **Overall scenario for mentha oil prices likely to** remain weak in the short term term. Synthetic mentha has impacted the volume of mentha oil trade in recent weeks.
- **The southwest monsoon set in over most parts** of Andaman sea and some parts of southeast Bay of Bengal. The northern limit of monsoon (NLM) continues to pass through 05.0°N/88.0°E, 09.0°N/91.0°E, Long Islands and 16.0°N/95.0°E.
- **Conditions are favourable for further advance of southwest** monsoon over remaining parts of Andaman sea, some more parts of southeast Bay of Bengal and some parts of southwest & east central Bay of Bengal during next 48 hours.

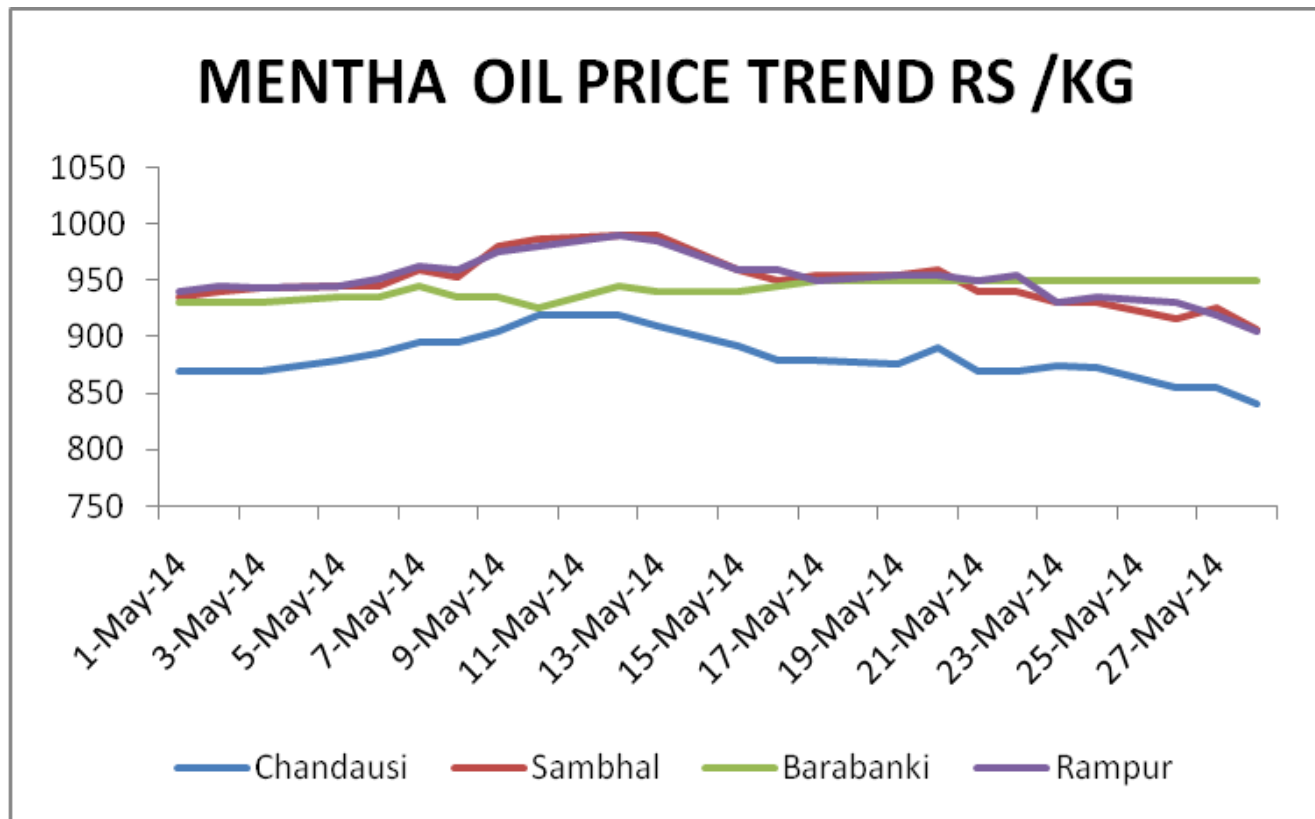
International Market Update:

- **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 prices are likely to trade weak as stock availability in the market is bound to increase due to arrival from new crop. Besides, lower demand in decreasing trend weighs on market fundamentals.

Mentha Products Spot Price Trend: Chandausi



Above given chart showed price of Mentha products in Chandausi has decreased due to weak inner tone and new arrivals in the market, Buyers are in wait and watch mood. Price at other centers too have decreased in last two weeks. However, prices in Barabanki stay steady during the week under review.

Mentha Oil Technical Analysis (Weekly):-

Commodity: Mentha Oil
Contract: June

Exchange: MCX
Expiry: June 30, 2014

Mentha Oil



Technical Commentary:

- Market is moving in the upward direction as candlesticks depicts.
- Rise in OI and price depicts long build up.
- We advise traders to buy.

Strategy: Buy on Dips

Intraday Supports & Resistances			S2	S1	PCP	R1	R2
Mentha Oil	MCX	June	801	818	830	841	861
Intraday Trade Call*			Call	Entry	T1	T2	SL
Mentha Oil	MCX	June	Buy Above	825	835	840	818

*Do not carry forward the position until the next Week.

Mentha Oil Weekly Prices

Commodity	Center	Mentha Oil		Change
		5/27/2014	5/16/2014	
Mentha Oil		880	905	-25
	Chandausi	880	905	-25
	Sambhal	950	980	-30
	Barabanki	940	935	5
	Bareilly	900	920	-20
	Rampur	960	975	-15

Commodity	Center	DMO		Change
		5/27/2014	5/16/2014	
DMO	Chandausi	770	780	-10
	Sambhal	650	680	-30

Commodity	Center	Flakes		Change
		5/27/2014	5/16/2014	
Flakes	Chandausi	980	1005	-25
	Sambhal	1000	1010	-10

Commodity	Center	Crystal		Change
		5/27/2014	5/16/2014	
Crystal	Chandausi	1015	1030	-15
	Sambhal	1010	1045	-35

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