
Spices Monthly Research Report

Contents

- ❖ Arrivals Scenario
- ❖ Spot Market Prices
- ❖ Impact of GST on Spices (Goods and Services Tax)
- ❖ International Prices
- ❖ Domestic Stock Position
- ❖ Agriwatch Supply and Demand Scenario
- ❖ Red Chilli and Turmeric sowing intention 2017-18
- ❖ Agriwatch Red Chilli and Turmeric Estimate 2016-17 (Kharif)
- ❖ Agriwatch Coriander and Jeera Estimate 2016-17 (Rabi)
- ❖ Domestic Market Fundamentals
- ❖ Technical Analysis (Futures Market)

RED CHILLI

Spot Market Recap

- Mixed sentiment witnessed in Chilli domestic market during the period. Currently no trading activity reported as mandi closed due to GST issue.
- Higher production and full cold storage is resulting in falling prices of chilli. Till date storage is full and last year, at the corresponding period, cold storages were only 60-65% full, so chilli prices will not see further increase for next 1 - 2 months. Current year sowing scenario is likely to direct chilli prices in coming days.
- As per Andhra Pradesh Govt. normal Chilli area reported around 125154 hectares, as on 28-06-2017 chilli sowing started in Kurnool, Prakasam and Anantapuram districts, till date 282 hectares sowing reported, last year it was reported 1437 hectares.
- Chilli area likely to go down in Pakistan. As per market source, current year chilli area likely to go down due to shortage of irrigation water and lower chilli prices. In Sindh province, area likely to go down by 45 - 50% sources revealed. Chilli area current year likely to shift to Cotton due to water scarcity and higher cotton prices.
- Domestic buyers as well as exporters may be active at Guntur spot market for good quality cold storage stocks as prices comparatively lower from last year.
- We expect at these price levels, prospective buyers like masala millers may start accumulating; it is a good opportunity to buy.

Monthly Red Chilli Arrival Scenario

Market	June-17	May-17	June-16
Guntur (Andhra Pradesh)	715000	815000	755000
Warangal (Andhra Pradesh)	176000	485000	42800

Units – Bags (1 bag = 45 kgs)

In Guntur spot market, supply reported down by 1,00,000 bags during the period. Supply in the corresponding period of last year down by 40000 bags.

Red Chilli Arrivals Scenario

Red Chilli supply current year from April to 30th June in **Guntur** market reported 29,35,000 bags compared to corresponding period of last year 17,70,000 bags due to higher production current year.

In **Warangal** market, Red Chilli supply reported from April to 30th June 2017, 11,81,000 bags (1 bag = 40 Kgs) compared to same period last year 4,47,100 bags.

Impact of GST

As per trade information, CST (2%) has been converted into GST (5%). VAT has been removed. Mandi taxes, commission, cleaning and shortage expenses remain same.

Only transportation cost may increase by 2.5 to 3 percent due to increase in service tax. There is no tax applicable on loose trade on Spices. As per source, there is no impact on consumers.

Market is still not clear about format of taxation regarding GST. Govt. has given two month extension to clear the applicable format of tax structure. In short, it would be too early to say about accurate impact of GST on Spices. Major mandis remain closed due to various issues related to GST.

Red Chilli Supply and Demand Analysis

Agriwatch estimate for 2017-18, production 13.67 lakh tons. Current year we estimate after increasing exports and domestic consumption, ending stocks would be around 4.54 lakh tons, which is higher than last year.

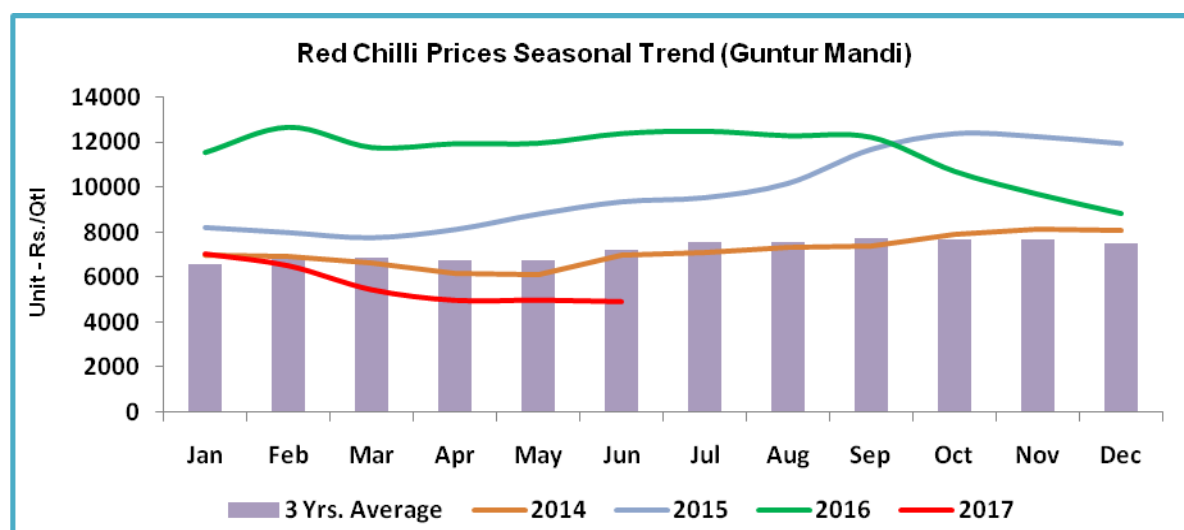
Agriwatch Red Chilli Estimate 2016-17 (Final)

State	Area in Ha. 2015-16	Production in MT 2015-16	Area in Ha. 2016-17	Production in MT 2016-17
Andhra Pradesh	123717	395894	154646	603119
Telangana	38435	65340	46122	78407
Karnataka	63335	120437	66502	126354
Maharashtra	102485	55342	107609	58109
Madhya Pradesh	42032	31252	25219	100000
Tamil Nadu	53152	31891	54215	27108
Odisha	75892	68303	75892	68303
West Bengal	63985	102376	63985	102376
Rajasthan	11420	15988	11420	15988
Others	124704	187056	124704	187056
India	699157	1073879	730314	1366820

Chilli prices are lower this year due to higher production compared to last year. Agriwatch estimates around 13.67 lakh tons of chilli production in the current year as compared to last year's 10.74 lakh tons. Current year Chilli production mainly up in Andhra Pradesh, Telangana and Madhya Pradesh state. Red chilli yield reported well in major growing regions.

Red Chilli Sowing 2017-18

As per Agriwatch pre planting intention, current year Red chilli area likely to go down by 25 - 30% (% may increase when planting will start) in major growing regions of Andhra Pradesh, Telangana and Madhya Pradesh regions. Lower chilli prices current year is the main reason for anticipation of lower area. In Andhra Pradesh and Telangana chilli area may shift to Cotton and Maize crop due to assurance of prices.



The above chart depicts Chilli prices in bench mark Guntur market. In 2016, Chilli prices reported all time high due to lower stocks available last year because of lower production. However, from October onwards prices reported down due to higher production current year.

In 2017, June month Chilli prices closed at Rs.4933/-qtl, we expect prices may take support near Rs.4500/-qtl in coming days.

Spot Prices Monthly Change

Red Chilli Spot Market Prices: (Rs/Qtl)					
Grade	Centre	30-June-17	30-May-17	30-June-16	Change
NCDEX Quality	Guntur (A.P.)	4000	Closed	11500	-
LCA 334		4500	Closed	11500	-
Teja		7400	Closed	12700	-
No. 273		6500	Closed	12800	-
No. 5		6800	Closed	14000	-
Fatki		1800	Closed	9000	-
Byadgi		7300	Closed	13500	-
US 341		7500	Closed	13000	-
Denvor Delux		NA	Closed	12500	-
Teja	Warangal (Telangana)	6500	6200	13300	4.84
Wonder Hot		7000	5000	14100	40.00
341		6700	5500	13800	21.82
Denvor Delux		5800	4500	13400	28.89
Paprika		NA	9200	NA	-
Fatki		2000	1500	8600	33.33
No. 12	Bedia (M.P.)	NA	NA	15500	-
Indu 2070		9000	9500	15500	-5.26
MICO (Teja)		8500	8500	14000	Unch
Jhankar		NA	NA	NA	-
Ganesh		NA	NA	NA	-
Teja (Khamam)	New Delhi	Closed	Closed	13500	-
M.P. Maco Teja		Closed	Closed	NA	-
Pala 12		Closed	Closed	NA	-
LCA 334		Closed	Closed	13000	-
Fatki		Closed	Closed	9000	-
Packing		Closed	Closed	13000	-

Price Outlook Red Chilly Monthly Chart (Spot market)


Candlestick chart indicates prices trying to take support in the market. 4500 seem like a strong support level. RSI is moving down in oversold zone indicates prices may correct in short term.

Strategy: Buy	S2	S1	PCP	R1	R2
NCDEX	4500	4600	4933	5300	5500
Monthly Trade Call	Call	Entry	T1	T2	SL
	Buy	Above 4933	5100	5200	4700

TURMERIC

Spot Market Recap

- By and large firm sentiment witnessed in Turmeric domestic market during the period. Currently Major mandis remain closed due to various issues related to GST.
- Lower supply reported in the spot market as some farmers and stockists were not interested in releasing their stocks at lower prices level. Currently Turmeric Nizam quality prices reported Rs.6400/-qtl however, it was Rs.8600/-qtl in the corresponding period last year.
- Domestic buyers reported active in the spot market from prevailing prices level.
- Turmeric sowing area completed by 85 – 90% in Sangli district Maharashtra, Belgaum in Karnataka and Nizamabad in Telangana. As per farmer's information, sowing will be complete in these regions by 15th July.
- As per Andhra Pradesh Govt. normal Turmeric area reported around 17695 hectares, as on 28-06-2017 Turmeric sowing started in Kurnool, Guntur and Krishna districts, till date 808 hectares sowing reported, last year it was reported 287 hectares.
- Overall Turmeric sowing reported delay in Tamil Nadu state due to lower monsoon rainfall. As per trade information, current year in Erode region Turmeric sowing completed by 10 - 20%, till date in normal year 50 - 60% turmeric shown in this region. Farmers revealed that in some regions not even single rainfall happened till now, water scarcity reported.
- Cash market is expected to trade steady to slightly weak as normal trade in market remains affected due to GST issues and weak demand from retailers end.

Monthly Turmeric Arrival Scenario

Market	June-17	May-17	June-16
Nizamabad (AP)	70700	135000	30700
Duggirala (AP)	2346	42242	16333
Salem (TN)	19	19	18
Erode (TN)	51000	52000	113500
Sangli (Mah.)	26500	107500	61300
Warangal(Telangana)	43000	NA	13900

Units – Bags (1 bag = 75 kgs)

In **Nizamabad** indicative market supply reported down by 64300 bags during the period. However, Turmeric supply reported up by 40000 tonnes in June month as compared to corresponding period last year due to higher production.

Arrivals Scenario

In **Nizamabad** spot market, current year from April to 30th June 2017 supply reported around 5,15,700 bags (1 bag = 70 Kgs) compared to 2,39,200 bags in the corresponding period last year.

In **Erode** market, Turmeric supply current year from April to 30th June 2017, 2,96,600 bags (1 bag = 75 Kgs) compared to 2,03,500 bags in the corresponding period last year.

In **Sangli** market, current year Turmeric arrivals from April to 23rd June 2017, 413700 bags (1 bag = 75 Kgs) compared to 376447 bags in the corresponding period last year..

In **Warangal** market, Turmeric supply current year from April to 30th June 2017, 55,750 bags (1 bag = 65 Kgs) as compared to 1,20,700 bags in the corresponding period last year.

Stock Position

As per Agriwatch supply and demand scenario, current year beginning stocks reported around 1.35 lakh tons. We expect ending stocks to be around 1.41 lakh tons, after increasing domestic consumption and exports.

Agriwatch Turmeric (Fresh) Estimate 2016-17 (Final)

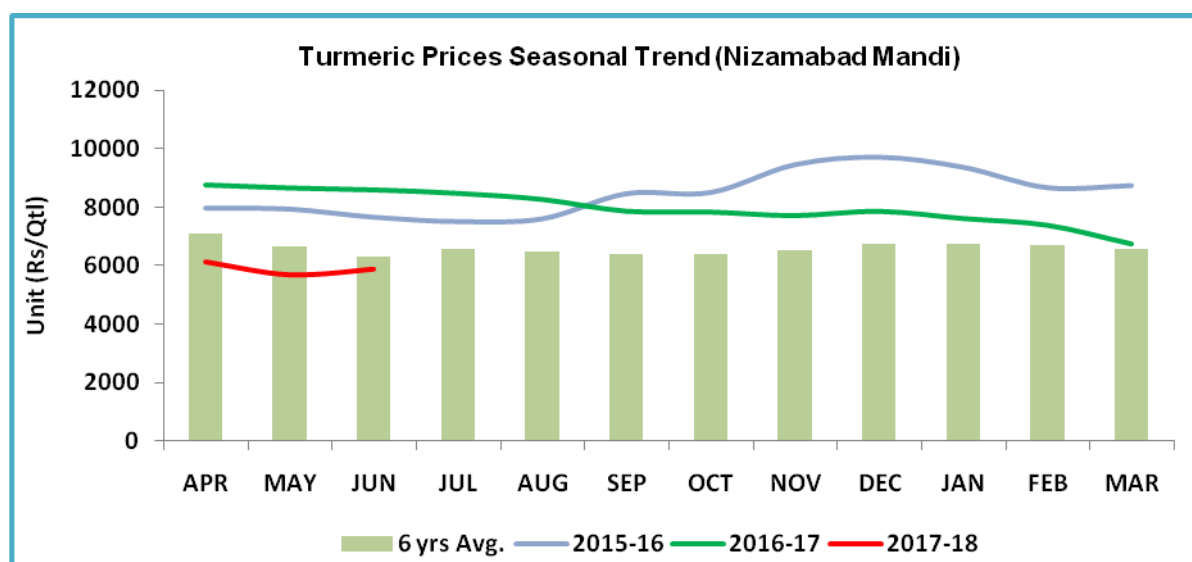
State	Area in Ha. 2015 -16	Production in MT 2015-16	Area in Ha. 2016-17	Production in MT. 2016-17
Andhra Pradesh	15753	99244	17328	107434
Telangana	40823	236773	50000	280000
Karnataka	11761	64686	12349	67920
Maharashtra	9897	111980	10392	111980
Tamil Nadu	53129	308148	58442	327275
Others	38160	128420	38160	125928
India	169523	949251	186671	1020536 *

Turmeric Fresh Crop * After drying 43% weight loss for ready dry Turmeric.

The above table depicts, Turmeric area reported up due to favourable weather condition at the sowing period and higher prices last year. During sowing period (May, June and July) average prices reported in 2016-17, Rs.8583/-qtl as compared to Rs.7687/-qtl in the corresponding period last year.

As per Agriwatch production estimate, Turmeric production reported higher by around 7.5% during current year. Last year Turmeric area reported down due to lower rainfall at the time of sowing.

As per Agriwatch pre-sowing intention, overall Turmeric sowing area current year may go down by 10% due to lower monsoon rainfall in some major growing regions and lower prices current year compared to last year.



In 2016-17 from January, Turmeric prices reported down in major indicative markets. Compared to prices in 2015 -16, current year prices reported down as higher production pressurizes the prices at higher levels. In 2016-17, June prices reported Rs.8600/qtl and current year reported Rs.5885/-qtl.

Spot Prices Monthly Change

Turmeric Spot Market Prices (Loose): (Rs/Qtl)					
Grade	Centre	29-June-17	30-May-17	30-June-16	Change
Nizam quality	Nizamabad(A.P.)	6400	5700	8600	12.28
Double polish finger		7000	6300	9400	11.11
Gattah (unpolished)		6400	5200	8100	23.08
Gattah (double polished)		7000	5800	8900	20.69
Bulb	Duggirala (A.P.)	NR	NR	7850	-
Finger		NR	NR	7850	-
Finger	Erode (T.N.)	7650	6650	9250	15.04
Gattah		6950	5950	8950	16.81
Sellem		8250	7350	9650	12.24
Bulb	Salem(T.N.)	NR	NR	8520	-
Finger		NR	NR	9080	-
Rajpuri/Selam Finger	Sangli (Mah.)	Closed	7200	8300	-
Rajpuri Medium		Closed	6900	7400	-
Desi Kadappa		Closed	5700	7500	-
Finger	Warangal (Telangana)	6250	NA	8500	-
Round		6250	NA	8500	-

Turmeric Price Outlook Monthly Chart (Continuous Chart)



Candlestick chart pattern reveals prices trying to take support in the market. Volumes are not supporting the prices. RSI moving up in neutral regions indicates prices may go up in the market.

Strategy: Buy	S2	S1	PCP	R1	R2
NCDEX	5400	6000	6378	7100	7500
Monthly Trade Call	Call	Entry	T1	T2	SL
	Buy	Above 6400	6850	7000	6100

CORIANDER SEED

Spot Market Recap

- Mixed sentiment witnessed in Coriander major market during the month.
- Market buyers reported unresponsive because of higher stocks in the domestic.
- Lower arrivals reported in the spot markets. Farmers are holding back stocks as they expect higher prices this year.
- Currently in Kota, Coriander Badami variety is trading at Rs.4200/-qtl (loose). Last year at the same time, it was traded at Rs.6300/-qtl. Similarly Eagle variety is currently trading at Rs.4400/-qtl (loose) while last year it was Rs.6500/-qtl. Due to GST issue traders reported inactive in the spot market during the week.
- At NCDEX warehouse, Coriander unencumbered (free of debt) stocks as on 29th June Baran 429mt, Gondal 14522 mt, Jaipur 317mt, Kota 8279 mt and Ramganj mandi 889 mt. Coriander pledged (give as security on a loan) stocks Baran 80mt, Gondal 3186 mt, Jaipur 30 mt, Kota 2167 mt and Ramganj mandi 489 mt.

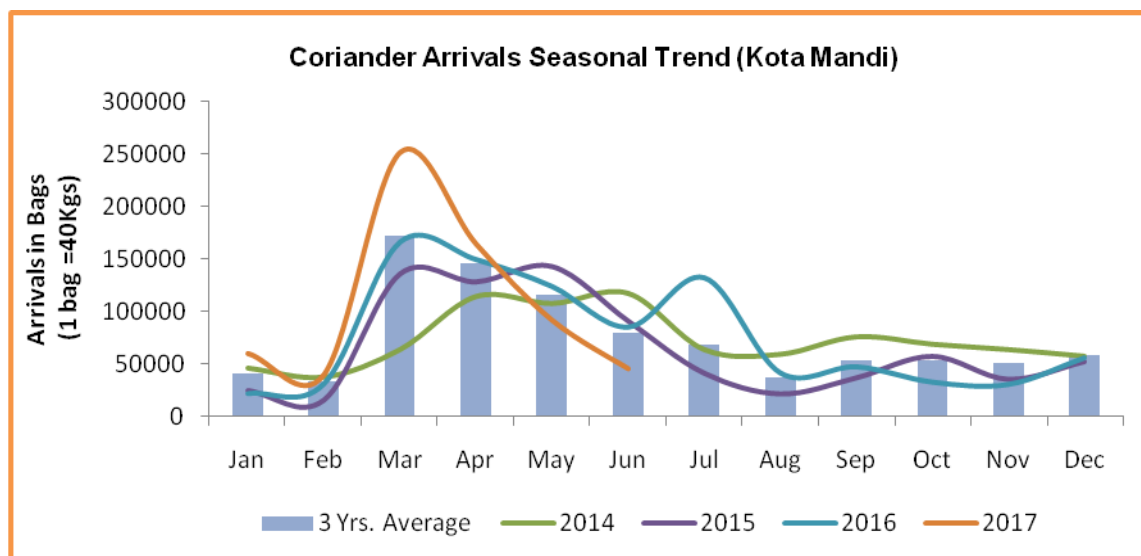
Monthly Coriander Arrival Scenario

Market	June-17	May-17	June-16
Guna (MP)	44200	165000	95000
Neemuch (MP)	2440	16000	10200
Kota (RJ)	45500	91500	85500
Ramganj (RJ)	88000	198000	89000
Baran (RJ)	48500	64000	57500
Bhawani (RJ)	5790	24100	11900
Gondal (GUJ)	NA	NA	14900

Units – Bags (1 bag = 40 kgs)

In **Kota** benchmark market arrivals reported down by 46000 bags. Coriander supply reported down by 40000 bags corresponding period last year.

In **Ramganj mandi**, current year from April to 30th June 2017 supply reported 8,22,000 bags (1 bag = 40 Kgs) however in the corresponding period last year it was reported 7,61,500 bags.



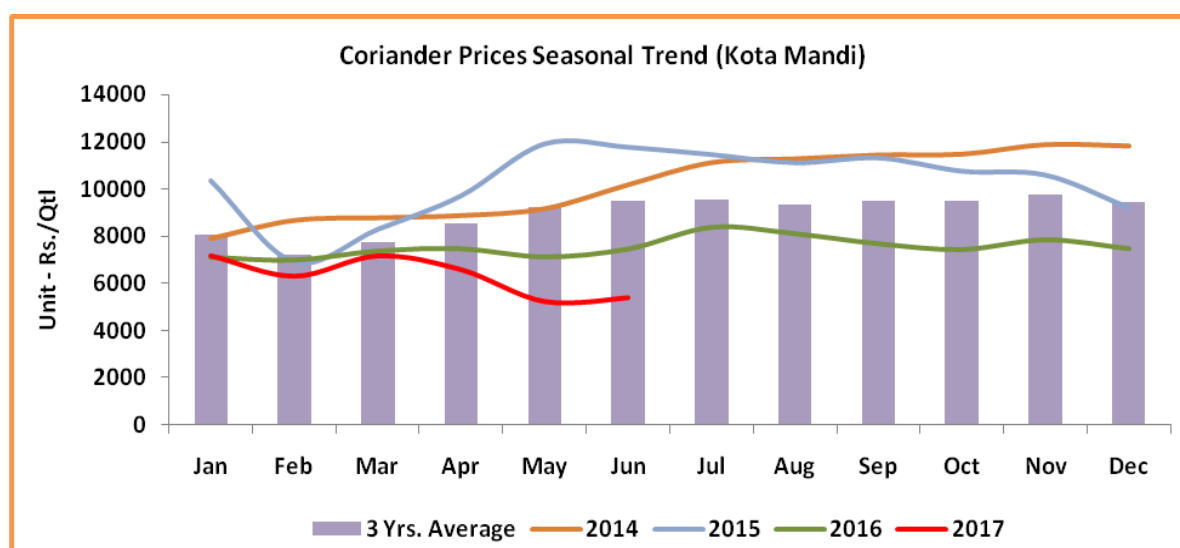
Coriander supply reported down June month in Kota mandi as farmers and stockists holding back their produce due to lower price level.

Agriwatch Coriander Estimate 2016-17 (Final)

State	2015-16	Normal Area	2016 - 17	
	Area in Ha.		Area in Ha.	Production in MT
Rajasthan	198544	225480	134017	104533
Madhya Pradesh	244791	176739	189713	151770
Gujarat	88600	90400	122000	176900
India	531935	492619	445730	433204

In 2016 -17, Coriander total area reported down compared to last year. In Madhya Pradesh and Rajasthan, Coriander standing crop reported well till now. In Madhya Pradesh, current year area may go down by 20 - 25% as area shifted to other crop like Garlic and Kalonji seed.

In Rajasthan, area may fall by 30 - 35% as area shifted to Chana, Kalonji seed and Garlic due to better prices.



Coriander prices reported down current year as compared to last year, due to lower demand and increasing stocks in the spot market. Last 3 year prices traded at all time high due to lower production.

Coriander prices continuously fell from January 2017 from Rs.7173/-qtl to Rs.5386/-qtl in June due to lower demand as a result of continuous new crop supply and higher stocks. It was traded at Rs.7459/-qtl during the corresponding period last year.

Coriander Supply and Demand Analysis

Agriwatch estimate for 2017-18, production 4.33 lakh tons. Current year we estimate ending stocks would be around 1.19 lakh tons after increasing exports and domestic consumption, which is lower than 1.31 lakh tons last year..

Agriwatch Coriander Price Outlook

Domestic buyers reported active at current lower prices level. In Kota mandi, Badami loose prices are currently trading between Rs.4200/-qtl and Eagle all paid variety at Rs.4400/-qtl.

At these price levels, prospective buyers may start accumulating. We expect that prices may not fall much further from current levels -- at the most another 200-300 rupees/qtl fall is expected. Since prices are nearly at rock bottom, it is a good opportunity to buy.

The upside in Dhaniya prices over next 3 - 6 months is expected to be 20-25%. Thus, Coriander Badami prices are expected to gradually improve to a range of Rs.5400 – Rs.5500/- and Eagle variety is expected to increase to Rs.5700 – Rs.5800/-qtl.

Reasons being:

Prices at rock bottom, quality is good and Next crop is nearly 9 months away. Since it is a sensitive crop (vulnerable to frost & hailstorms), its production next year cannot be taken for granted. (Like severe damage during 2014-15 due to frost/hail).

Spot Prices Monthly Change

Coriander Spot Market Prices(Loose): (Rs/Qtl)					
Grade (New)	Centre	29-June-17	30-May-17	30-June-16	Change
Badami	Guna (M.P.)	4800	4000	6600	20.00
Eagle		4800	4300	6600	11.63
Scooter		4400	4800	6500	-8.33
Badami	Neemuch (M.P.)	4400	5300	6500	-16.98
Eagle		4200	5000	6100	-16.00
Scooter		4400	5900	6400	-25.42
Eagle	Kota (Raj.)	4600	4600	6800	Unch
Eagle(Split)		Closed	4600	6000	-
Badami		Closed	4300	6300	-
Badami(Split)		Closed	4300	NA	-
Eagle(Split)	Ramganj (Raj.)	4650	4275	6600	8.77
Eagle		4650	4275	6600	8.77
Badami		4350	4175	6400	4.19
Badami(Split)		4350	4175	6400	4.19
Scooter		5400	5075	7000	6.40
Eagle	Baran (Raj.)	4400	4200	6200	4.76
Badami		4050	4000	6000	1.25
Eagle	Bhawani (Raj.)	4000	4100	6300	-2.44
Badami		3800	3800	6100	Unch
Scooter		4200	4300	6500	-2.33
Double Paroot		NA	NA	NA	-
Badami	Gondal (Guj.)	NA	NA	NR	-
Eagle		NA	NA	NR	-

Coriander Price Monthly Chart (Continuous Chart)


Candlesticks chart pattern reveals bearish trend in the market. RSI moving down in the market. Volumes are not supporting the prices.

Strategy: Sell	S2	S1	PCP	R1	R2
NCDEX	3900	4000	5033	5200	5400
Monthly Trade Call	Call	Entry	T1	T2	SL
	Sell	Below 4900	4400	4000	5200

JEERA (CUMIN SEED)
Spot Market Recap

- Mixed sentiment witnessed in Jeera spot market during the month , however prices reported higher than during the corresponding period last year.
- Jeera benchmark Unjha mandi reported closed for last one week due to GST issue and traders reported inactive in the spot market during the week.
- Farmers and stockists were holding back their stocks on expectation of higher prices in coming days.
- As per trade information, uncertain supply from other Jeera growing regions like Syria and Turkey to international market, demand likely to shift to India and support the spot market.
- According to spice Board of India, Jeera export reported up by 22% during 2016-17 to 119,000 tons compared to 97,790 tons in the corresponding period previous year.
- Though current year Jeera production reported higher than last year, due to lower carry forward after consumption both domestic and export demand marginal ending stocks reported and support the fundamentals.

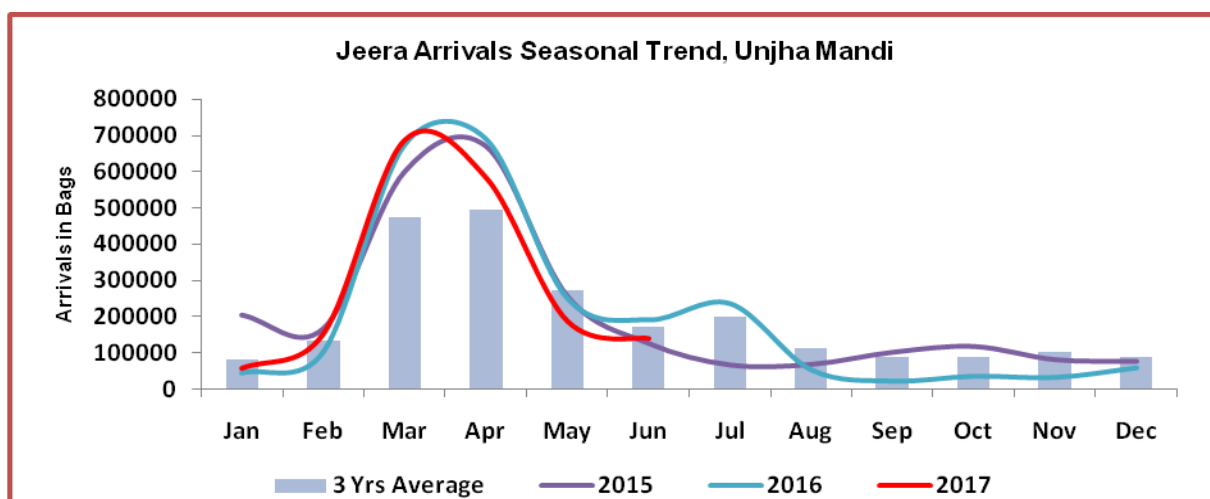
Monthly Jeera Arrival Scenario:

Market	June-17	May-17	June-16
Unjha (Gujarat)	138000	186000	191000
Rajkot(Gujarat)	7651	8880	6785
Patan(Gujarat)	364	1882	751
Dhrol(Gujarat)	97	338	556
Gondal(Gujarat)	NA	NA	9250
Jodhpur (Rajasthan)	11700	24600	12650
Merta City (Nagaur)(Raj.)	11000	8200	23400
Nagaur (Raj.)	3970	8550	8350
Anandpur Kalu (Raj.)	165	980	470

Units – Bags (1 bag = 55 kgs)

In Unjha bench mark mandi, arrivals were down by 48000 bags during the current period. Arrivals down by 53000 bags compared to corresponding period of last year.

Jeera Arrivals Scenario



The above chart shows, Jeera supply in Unjha benchmark market. Current year Jeera supply reported up (Jan, Feb and Mar month) as new crop arrivals started coming to the market and expected higher production current year. However, from April Jeera supply reported down on expectation of higher prices in coming days.

Stock Position:

Agriwatch estimate for 2017-18, production 3,14,254 tons. Current year we estimate after increasing exports and domestic consumption, ending stocks would be around 18,688 tons, which is marginal higher than last year. Last year, ending stocks reported around 11,434 tons.

Jeera stocks at NCDEX warehouse as on 05th July at Jodhpur (unencumbered) 9 mt. At Unjha (unencumbered) 1019 mt and (pledged) 294 mt.

Agriwatch Jeera Estimate 2016-17 (Final)

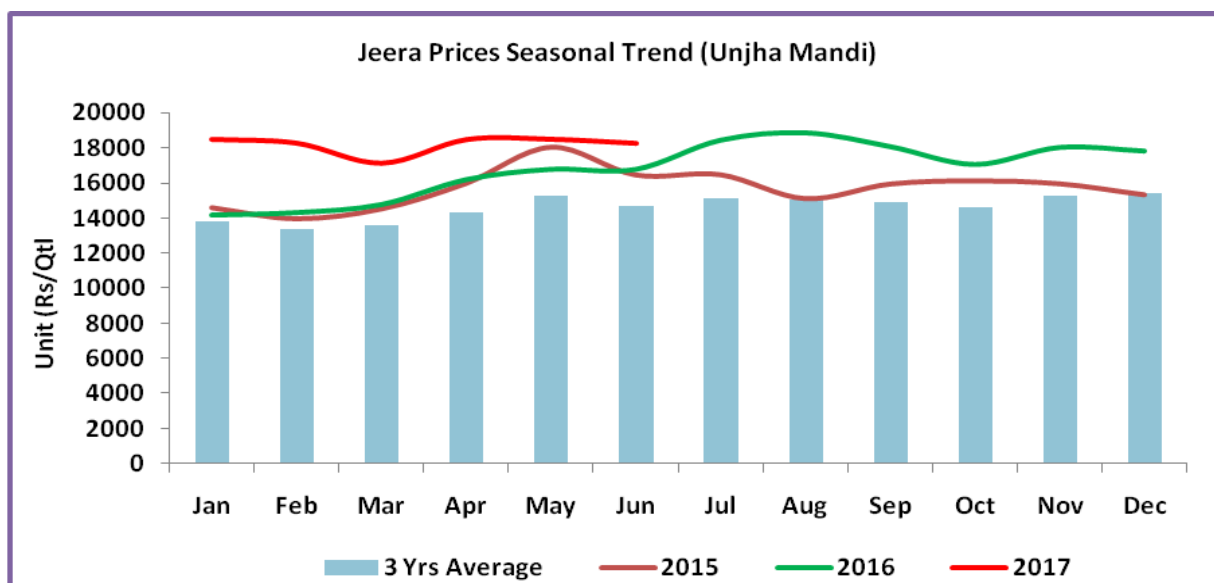
State	2015-16	Normal Area	2016-17	
	Area in Ha.		Area (Ha)	Prod. (MT)
Rajasthan	432915	423801	367978	136152
Gujarat	280035	365100	336042	178102
India	712950	776101	704020	314254

In 2016 -17, Jeera total area reported down compared to last year. As per trade information, in Rajasthan, Jeera area likely to go down by around 10 – 15 percent as farmers likely to shift to other crops like Wheat and Garlic.

However, Jeera sowing area is likely to increase in Gujarat state mainly in Saurashtra and Kutch zone current year. Sources revealed that, area is likely to increase by around 20 percent year, some new area may also come up to Jeera crop in this region due to increase in irrigation facility.

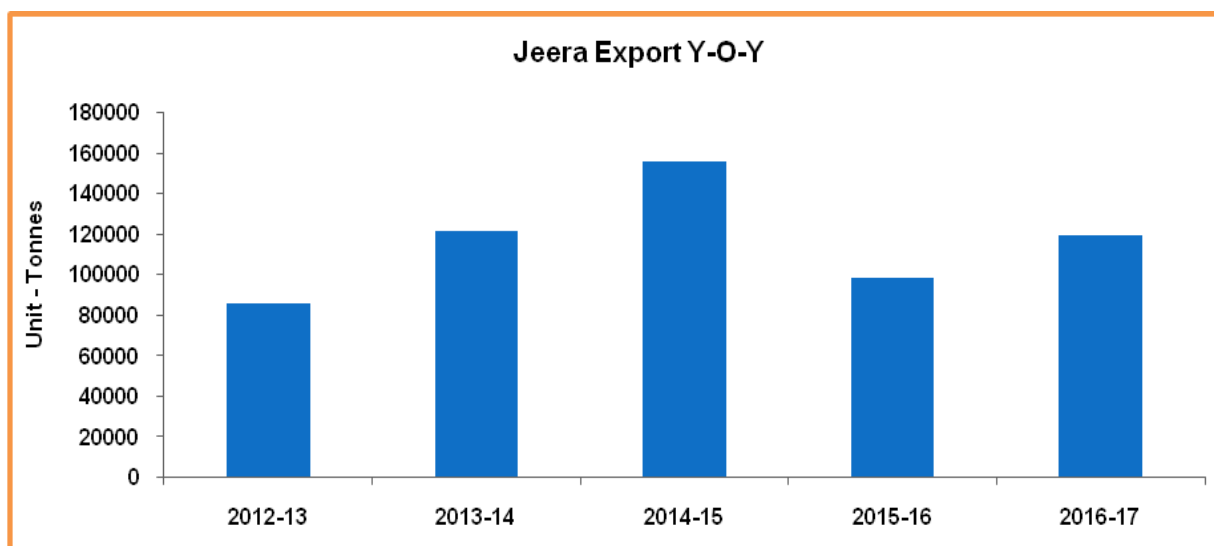
Last year, Jeera production (Agriwatch Estimate) reported 301468 tonnes. In 2015 -16, Jeera total area reported up compared to previous year due to higher prices at the time of sowing.

Jeera Price Scenario



Jeera prices continue trading at all time high at Unjha mandi due to lower stocks available in the spot market and good export demand. Current year in June average Jeera prices reported Rs.18274/-qtl compared same period last year Rs.16765/-qtl.

We expect prices may take support in the spot market from Rs.17500 – Rs.18000/- qtl NCDEX quality price level in coming days.



Spot Prices Monthly Change

Jeera(Cumin Seed) Spot Market Prices(Loose): (Rs/Qtl)					
Grade	Centre	30-June-17	30-May-17	30-June-16	Change
Local	Unjha (Guj.)	Closed	16600	16200	-
NCDEX Quality		Closed	18200	17400	-
Poojari type /Machine Cut		Closed	19000	18300	-
Local	Rajkot (Guj.)	NR	17070	16525	-
Local	Patan (Guj.)	Closed	16755	16690	-
Local	Dhrol (Guj.)	NA	16125	16225	-
Local	Gondal (Guj.)	NA	NA	NR	-
Local	Jodhpur (Raj.)	Closed	16400	17500	-
Local	Merta City (Nagaur) (Raj.)	Closed	NR	17000	-
Local	Nagaur (Raj.)	Closed	NR	17500	-
Local	Anandpur Kalu(Raj.)	NR	17000	17500	-
Ganesh	New Delhi	Closed	19000	18500	-
Poojari type / Machine Cut		Closed	20000	19700	-

Jeera (Cumin Seed) Technical Analysis (Continuous Chart)


Candlesticks chart pattern indicates range bound sentiment in the market. RSI moving up in neutral region indicates prices may go up in the market. 17500 – 17300 seem like a strong support level for short term. Overall trend is bullish.

Strategy: Sell	S2	S1	PCP	R1	R2
NCDEX	17300	17500	18910	19300	19500
Monthly Trade Call	Call	Entry	T1	T2	SL
	Sell	Below 18700	18000	17500	19120

BLACK PEPPER

Spot Market Recap

- Continued weak sentiment witnessed in Pepper market during the period.
- Good monsoon rainfall in Indian pepper growing regions is likely to increase pepper production hence pressurizing the prices. Due to heavy rainfall pepper quality reported down and moisture content higher.
- Current year increasing production in India pressurizes the prices at higher levels. In India official output projection for 2017 was at 55,500 tonnes as against 48,500 tonnes in 2016.
- As per trade information, till date favourable weather condition reported in major growing regions in India. Agriwatch expects current year pepper production at around 65,000 – 70,000 tons.
- India's pepper export reported lower during 2016-17 (Apr – Mar) at 17600 tonnes compared to 28100 tonnes previous year.
- As per IPC report, world pepper output was projected at around 4,58,500 tonnes, up from 4,14,000 tonnes in 2016. As per Agriwatch estimate, 2017-18 higher ending stocks estimate compared to last year.

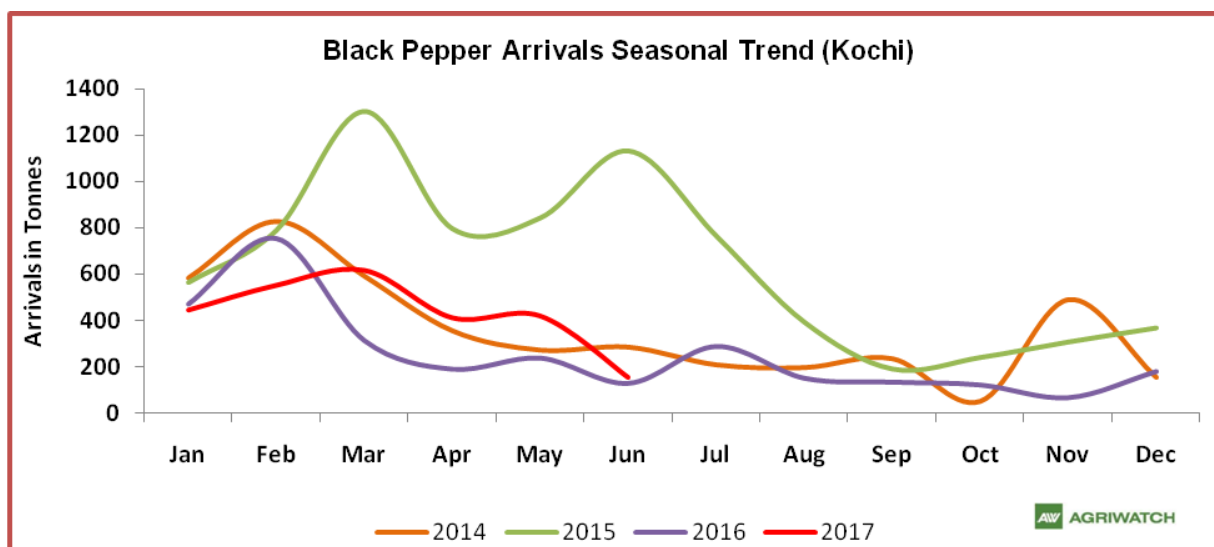
Monthly Black Pepper Arrival Scenario

Market	June-17	May-17	June-16
Kochi (Kerala)	151	419	128

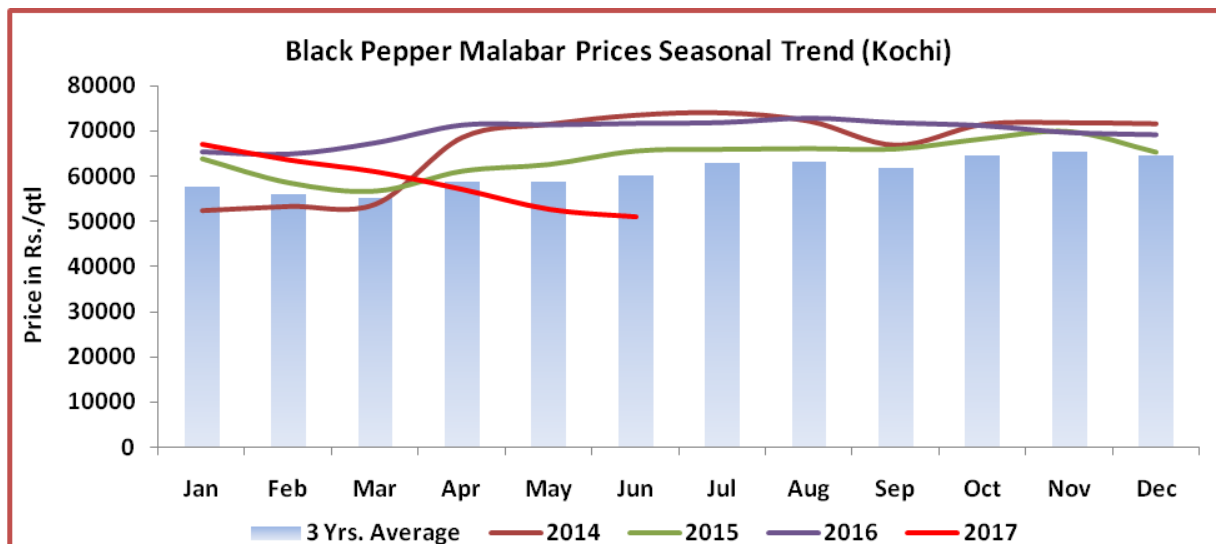
Unit – Tonne

Black pepper supply reported down by 268 tonnes during the month. Due to lower prices, pepper planters not interested in releasing their produce in the spot market. Pepper supply up by 23 tonnes in the current month compared to the corresponding period of last year.

Black pepper supply from Dec 2016 to June 2017 reported 2776 tons compared to 2456 tons in the corresponding period previous year, due to increased production.

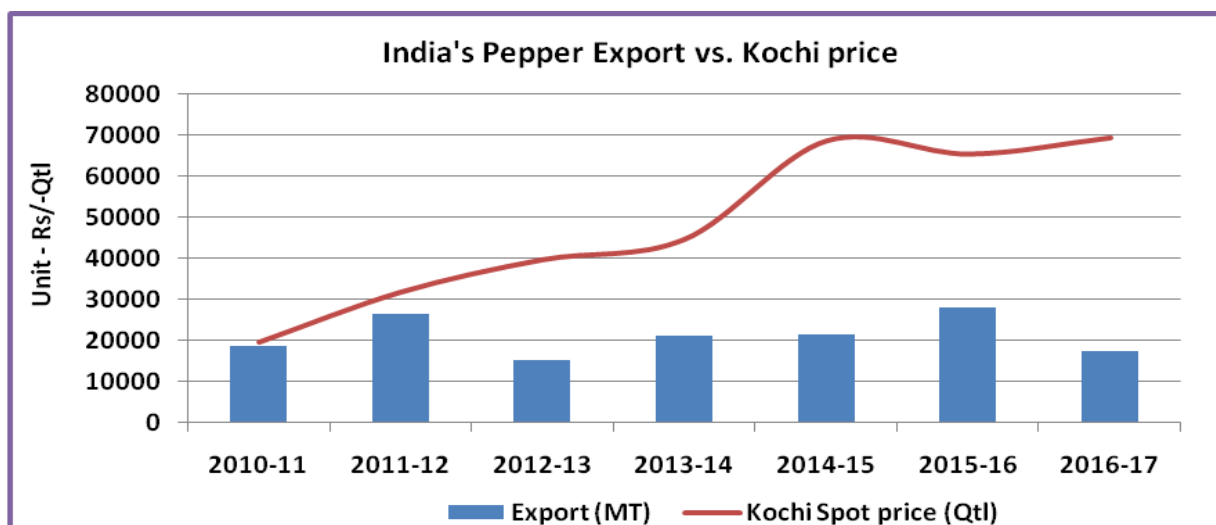


Pepper supply reported down during June compared to previous month. Due to lower prices in the spot market producers and stockists were not keen on releasing their stocks at current prices level.



In 2017, pepper prices reported down in June 2017 due to increased production current year. In June prices reported Rs.51000/qtl as compared to Rs.71678/-qtl in the corresponding period last year due to increased supply.

India's Pepper Export vs. Kochi Spot price

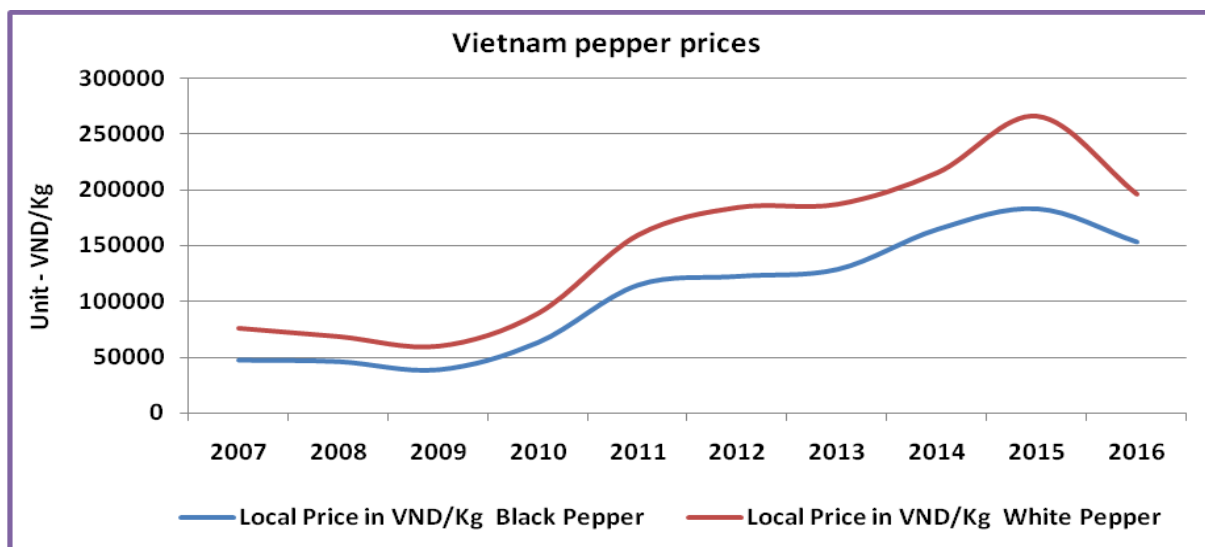


International Scenario

International market reported calm, besides increased overseas demand, pepper players at most producing countries were not active in the market in view of Eid celebration, at last weekend and beginning of the week, particularly in Lampung, Bangka, Sarawak and Kochi.

As per IPC report, because of higher production over the last couple of years in Vietnam, pepper area reported up by around 7%, in 2016 Vietnam pepper area reported 105,000 ha. compared to previous year 97,500 ha. During 2016, Vietnam estimated production around 165,000 mt compared to previous year 122,000 mt.

Viet Nam is the largest pepper producing and exporting country in the world. Vietnam is also recorded the highest in productivity, with an average of more than 2 Mt of pepper per hectare annually, some areas of Viet Nam even achieve productivity 10 Mt per hectare, sources revealed.



Lower pepper prices in Vietnam are the main reason for higher pepper export. As per report, in 2016, average local price VND/Kg 152739/- for black pepper previous year it was 182490 VND/Kg and for white pepper 195889 VND/Kg in 2016 previous year it was 265517 VND/Kg.



As per IPC report, Vietnam pepper export reported up in 2016 around 178360 mt compared to previous year 131565 mt. From Vietnam whole pepper export around 157000 mt compared to previous year 115860 mt and ground pepper 21360 mt, previous year it was 15705 mt.

According to the Ministry of Agricultural and Rural Development, Vietnam exported about 75,000 tonnes of pepper worth \$456 million January to April 2017.

Pepper International Prices

Indian export prices were at \$8,150 a tonne c&f for Europe and \$8,400 a tonne c&f for the US.

Spot Prices Monthly Change

Black Pepper Spot Market Prices: (Rs/Qtl)					
Grade	Centre	29-June-17	30-May-17	30-June-16	Change
Ungarbled	Kochi (Ker.)	48700	49300	69000	-1.22
Garbled		50700	51300	72000	-1.17
Ungarbled	Chikmagalur (Kar.)	Closed	48000	67000	-
Unpolished	New Delhi	54000	56000	74000	-3.57
Number 11.5		60000	65000	NA	-7.69

Technical Analysis Monthly Chart: Black Pepper (Spot Market)



Candlestick chart pattern reveals bearish sentiment in the market. **RSI moving down in oversold region indicates prices may correct in the market.** 50000 seem like a strong support level.

Strategy: Sell		S2	S1	PCP	R1	R2
NCDEX		49500	50000	51000	52500	53000
Monthly Trade Call		Call	Entry	T1	T2	SL
		Sell	Below 51500	50500	50000	52100

CARDAMOM

Spot Market Recap

- By and large weak sentiment witnessed in Cardamom market during the month.
- Cardamom buyers reported unresponsive in the spot market due to lower quality of supply as picking activity finished in growing regions.
- In 2017-18 crop year, favourable weather condition reported in Indian growing regions, and expected good yield.
- In the spot market, cardamom prices likely to go up as new crop supply coming to the market is of lower quality because of first picking activity. Normally during first and second picking activity Cardamom quality reported lower.
- As per trade information, end of tax evasion would support cash spice market as trade without paying tax would come an end and it is likely to support cash market fundamentals.

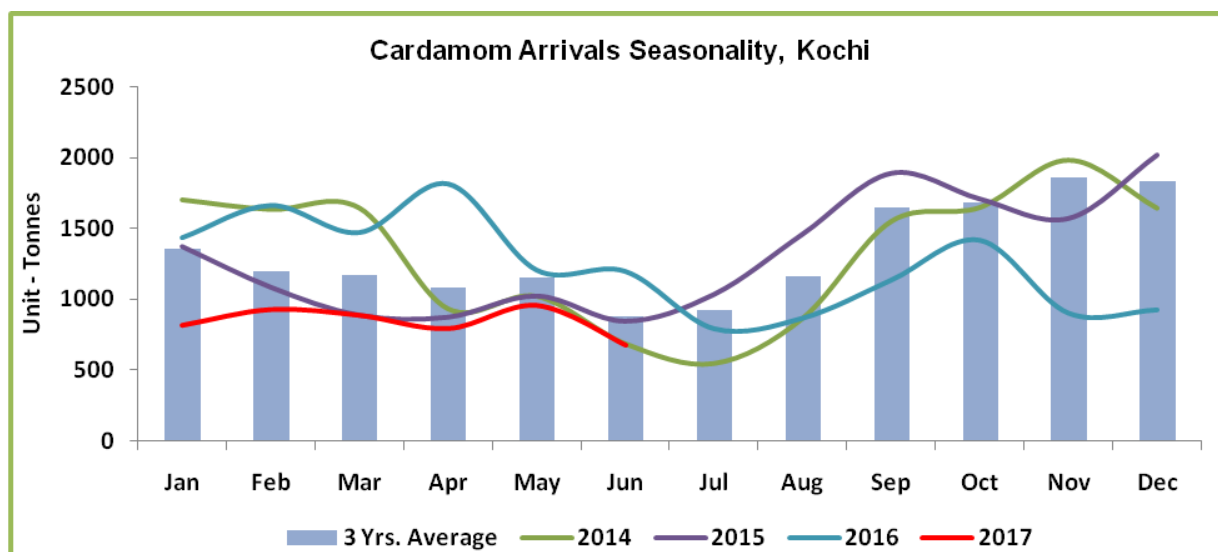
Monthly Cardamom Arrival Scenario:

Market	June-17	May-17	June-16
Kerala (Kochi)	680338	926930	1194331

Unit - Kgs

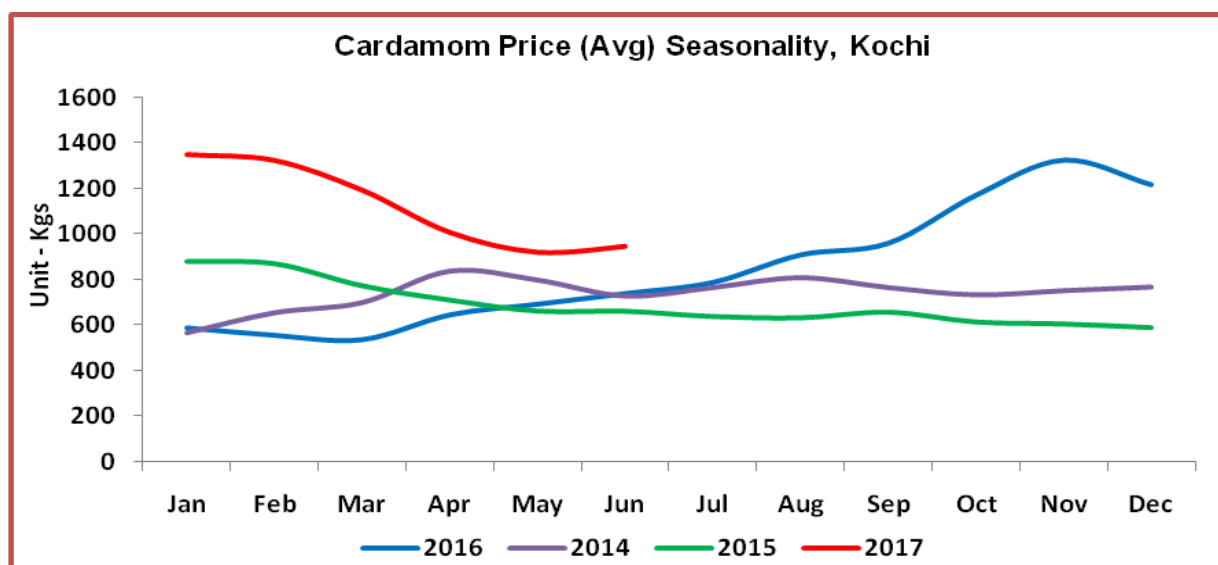
Cardamom arrivals reported down by 246592 kgs during the period. Supply compared to corresponding period of last year decreased by 513993 kgs in current month.

Total arrivals current year from 1st April to 30th June were at around 2410 tonnes and sales were at 2354 tonnes. The individual auction average as on 05th July was at Rs.868/- per kg.



Cardamom supply reported down during June as last year picking activity finished and season over.

If we compare Cardamom supply from last 3 years, supply has drastically fallen due to dry spell with high temperatures in major growing region of Kerala.



The above chart depicts, in June 2017 Cardamom prices reported Rs.947/-kgs compared to Rs.737/- kgs in the corresponding period last year, due to lower production. However, prices reported continuous down trend due to favourable weather in Cardamom growing regions current year and expected good production in 2017-18.

Cardamom export down by 1650 tons, which was 3850 tons during the period from April – March 2016 - 17, compared to corresponding period previous year, when exports were reported at 5500 tons, -30% decreased.

Prices Monthly Change

Cardamom Spot Market Prices: (Rs/Kg)					
Auction Price		29-June-17	30-May-17	30-June-16	Change
Vandanmedu, Thekkady, Kochi, Kumily, Nedumkandam, Santhanpara & Bodinayakanur	Max price	1180	1187	1146	-0.59
	Avg. Price	852	905	731	-5.86
New Delhi	Medium	840	880	590	-4.55
	6.5 (Bold)	880	910	625	-3.30
	7 (Bold)	1020	1010	725	0.99
	7.5 (Bold)	1180	1200	825	-1.67
	8 (Bold)	1350	1300	1040	3.85

Technical Analysis Monthly (Continuous chart, C1) Cardamom (values in Kg)



Candlestick chart pattern reveals bearish trend in the market. 940 seems strong support level for short term. RSI moving down in neutral region indicates prices may go down in the market. Volumes are not supporting the prices.

Strategy: Sell	S2	S1	PCP	R1	R2
NCDEX	900	940	1033.9	1200	1220
Monthly Trade Call	Call	Entry	T1	T2	SL
	Sell	Below 1110	1000	970	1180

INTERNATIONAL PRICES (SPOT PRICES) OF MAJOR SPICES FOR THE WEEK ENDING 16.6.2017

Commodity	ORIGIN/GRADE	MARKET	Price for the week	Last Week	Last month same week	Last year same week
			16/6/2017	09/6/2017	19/5/2017	17/6/2016
			(US\$/KG)	(US\$/KG)	(US\$/KG)	(US\$/KG)
PEPPER	MALABAR GARBLED (MG-1)	NEWYORK	5.07	—	5.73	9.48
CARDAMOM SMALL	AGEB	SAUDI ARABIA	20.34	—	20.52	14.41
	FANCY GREENS	--	--	--	--	--
		NEWYORK	18.74	—	18.74	15.32
CHILLIES	INDIAN SANNM-4 (STEM LESS	NEWYORK	2.43	—	2.43	3.85
	--		--	--	--	--
GINGER	INDIAN COCHIN	NEWYORK	5.29	—	5.29	5.29
	CHINESE WHOLE PEELED	NEWYORK	3.31	—	3.31	3.57
TURMERIC	ALLEPPEY	NEWYORK	3.19	—	3.20	3.31
GARLIC	CHINESE	NEWYORK	7.39	—	8.42	5.29
CORIANDER	CANADA	NEWYORK	1.32	—	1.32	1.32
CUMIN	INDIAN/SYRIAN/CHINESE	NEWYORK	3.53	—	3.64	3.31
FENNEL	INDIAN ASTA	NEWYORK	1.90	—	1.92	2.18
	EGYPTIAN	NEWYORK	2.54	—	2.54	2.60
FENUGREEK1.1	INDIA/TURKEY	NEWYORK	1.26	—	1.26	1.65
CLOVE	MAD/ZANZ/COM/INDO	NEWYORK	9.92	—	9.92	11.25
	SRI LANKA (HAND PICKED)	NEWYORK	14.77	—	14.77	15.98
CINNAMON	CEYLON H2 CINNAMON	NEWYORK	14.22	—	14.22	11.79

(The Govt of India has stopped the publication of customs data since Nov 26 due to which the import/export data of all commodities and products is not available any more (if and until the govt reverses its decision)

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