

COMMODITY DAILY REPORT (AGRI)

19th February, 2018

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Mar)	15-Mar-18	1153.60	Sideways	05.01.18	1058.50	-
Cardamom (Apr)	13-Apr-18	1166.50	Sideways	12.01.18	1098.00	-
Coriander (Apr)	20-Apr-18	5492.00	Down	29.12.17	6115.00	5850.00
Coriander (May)	18-May-18	5587.00	Down	12.02.18	5713.00	5950.00
Jeera (Mar)	20-Mar-18	15850.00	Down	05.01.18	17330.00	16800.00
Jeera (Apr)	20-Apr-18	16000.00	Down	12.02.18	16395.00	16900.00
Turmeric (Apr)	20-Apr-18	7258.00	Down	03.01.18	7594.00	7450.00
Turmeric (May)	18-May-18	7318.00	Down	03.01.18	7668.00	7550.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Feb)	28-Feb-18	576.60	Sideways	31.01.18	564.90	-
CPO (Mar)	28-Mar-18	581.40	Up	07.12.17	570.20	566.00
Ref. Soy Oil (Feb)	20-Feb-18	736.00	Up	03.01.18	742.65	732.00
Ref. Soy Oil (Mar)	20-Mar-18	738.50	Up	03.01.18	735.15	735.00
RM seeds (Apr)	20-Apr-18	4108.00	Down	14.02.18	4064.00	4180.00
RM seeds (May)	18-May-18	4146.00	Down	14.02.18	4105.00	4200.00
Soy Bean (Feb)	20-Feb-18	3807.00	Up	09.02.18	3750.00	3650.00
Soy Bean (Mar)	20-Mar-18	3831.00	Up	09.02.18	3790.00	3700.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Castor seed (Feb)	20-Feb-18	4158.00	Sideways	14.02.18	4083.00	-
Castor seed (Mar)	20-Mar-18	4216.00	Sideways	09.02.18	4177.00	-
Cocud (Feb)	20-Feb-18	1687.00	Down	06.02.18	1674.50	1750.00
Cocud (Mar)	20-Mar-18	1659.50	Down	19.01.18	1765.50	1750.00
Guar seed (Feb)	20-Feb-18	4450.00	Sideways	08.02.18	4403.00	-
Guar seed (Mar)	20-Mar-18	4449.00	Down	14.02.18	4359.00	4550.00
Mentha Oil (Feb)	28-Feb-18	1356.00	Down	02.01.18	1604.70	1470.00
Mentha Oil (Mar)	28-Mar-18	1363.20	Down	02.01.18	1578.10	1460.00

**One has to follow the trend and see the price only at closing. This is not for Intra day trading.

Market Update

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cardamom	Vandanmendu	1098.80	1097.30	0.14
Coriander	Kota	5366.95	5344.00	0.43
Jeera	Unjha	19100.00	19252.90	-0.79
Turmeric	Nizamabad	7183.35	7200.00	-0.23

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	635.00	633.00	0.32
RM Seed	Jaipur	4073.55	4075.65	-0.05
Refined Soy oil	Mumbai	727.80	732.45	-0.63
Soybean	Indore	3825.00	3822.00	0.08

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Guar gum	Jodhpur	9514.90	9465.60	0.52
Cocud	Akola	1685.55	1682.30	0.19
Cotton	Kadi	18907.50	19003.10	-0.50
Guar seed	Jodhpur	4441.25	4402.85	0.87
Sugar M	Kolkata	3558.95	3580.95	-0.61
Wheat	Delhi	1800.30	1793.95	0.35

Spices

Turmeric futures (Apr) may witness a consolidation in the range of 7150-7350 levels. The counter is trapped amid mixed fundamentals of demand & supply. As per trade sources, production of turmeric is pegged around 55-60 lakh bags versus 65 lakh bags (70kg each) in last year & the beginning stock this year is pegged around 22 lakh bags (70kg each). On the contrary, the export demand is not very promising at the moment though it is expected to pick up the pace during peak arrival season as the prices declines at that time. Jeera futures (Mar) is expected to descend & test 15600 levels. The sentiments are bearish as the estimates of the supply side are heavier as compared to demand. At present there is selling pressure over the counter as the farmers have started to bring new crop in decent quantities and the daily arrivals will rise to approximately 20,000-25,000 bags per day in coming weeks. Traders see India's jeera output rising to around 65-70 lakh bags (55 kg each) in 2018-19. Coriander futures (Apr) is looking bearish as it can test 5450-5400 levels. The domestic demand in spice is hand to mouth & the buyers are avoiding any bulk deals as they feel the prices will decline further during the peak arrival season. Arrivals in the benchmark Kota market are increasing as stockiest, farmers wants to liquidate their old stock as the prices of old stock will fall further during the peak arrival period. New crop arrivals will increase from mid February as the standing crop is almost ready for harvesting in major producing belts.

Oilseeds

The bull-run of soybean futures (Mar) may take a halt & witness a consolidation in the range of 3765-3895 levels. At such higher rates, demand in meal from domestic poultry feed manufactures is getting slower & the crush parity has also turned negative. Refined soy oil futures (Mar) may trade with a downside bias in the range of 735-742 levels. The counter will be taking negative cues from the spot markets as the soy oil prices are declining sharply in Vidarbha on persistent selling by stockists amid good supply from producing regions and weak trends in the international market. On CBOT, soy oil futures are trading near its 4-month low & the downtrend is expected to get extended further to test 30.50-30 cents per pound. The U.S soybean oil market is getting weighed down by the high rate of crushing, along with lesser consumption. CPO futures (Feb) is expected to face resistance near 580 levels & the upside may remain capped. In days to come, the supply pressure is likely to rise & the counter will possibly take negative cues from the international market, as discussed above. According to the latest estimates of U.S Department of Agriculture, Indian palm oil imports for 2017/18 are seen 400,000 tons higher this month to 10.6 million tons. Mustard futures (Apr) is expected to trade sideways in the range of 4075-4150 levels as the supply side is much heavier than expected. It is estimated that the inventories of mustard seed in the domestic market as on Feb 1 are seen at 342,000 tons, up 47% from 232,000 tons a year ago.

Other Commodities

The overall trend of cotton oil seed cake futures (Mar) is bearish & the counter is giving a lower closing for the past nine weeks. The downtrend is likely to continue as the counter may plunge towards 1620 levels. As per trade sources, at the spot markets the demand for cotton oilseed cake from the cattle feed manufacturers is still as per requirement as other feed substitutes are available at cheaper rates so they have increased the proportion of substitutes in cattle feed. Further the rate of milk is on lower side compared to last year so it is not possible for cattle farmers to procure cotton oil cake at higher price level. Kapas futures (Apr) has broken the major support near 955 levels & hence the downside may continue till 920 levels. The reason being, cotton spot prices have plunged across major markets of North India to a seven week low, owing to lack of buying support. Moreover, the counter is taking negative cues from the international market, where the main focus is on the higher planting prospects for 2018/19 as estimated by the National Cotton Council (NCC) at 13.1 million acres, up 4% from final figure of 2017/18 at 12.6 million acres. Chana futures (March) is expected to trade in the range of 3810-3900 levels. Most of the market participants are bearish on the counter as the production of kabuli chana in India is expected to double to 450,000-500,000 tons in the year ending June as lucrative prices in the previous season lured farmers to sow more compared with traditional chana. Mentha oil (Feb) is expected to face resistance near 1400 levels. Area under mentha this year is expected to reach 75,000 hectares, higher than the normal sowing area of 60,000 hectares due to better realisation. Mentha oil sowing is done during February to March and harvesting is done from May to June.

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