

COMMODITY DAILY REPORT (AGRI)

20th 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	5483.00	Down	29.12.17	6115.00	<b>5700.00</b>
Coriander (May)	18-May-18	5599.00	Down	12.02.18	5713.00	<b>5800.00</b>
Jeera (Mar)	20-Mar-18	15525.00	Down	05.01.18	17330.00	<b>16100.00</b>
Jeera (Apr)	20-Apr-18	15690.00	Down	12.02.18	16395.00	<b>16300.00</b>
Turmeric (Apr)	20-Apr-18	7114.00	Down	03.01.18	7594.00	7450.00
Turmeric (May)	18-May-18	7172.00	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 (Mar)	20-Mar-18	745.85	Up	03.01.18	735.15	735.00
Ref. Soy Oil (Apr)	20-Apr-18	744.60	Up	03.01.18	742.65	<b>735.00</b>
RM seeds (Apr)	20-Apr-18	4141.00	Down	14.02.18	4064.00	<b>4200.00</b>
RM seeds (May)	18-May-18	4180.00	Down	14.02.18	4105.00	<b>4240.00</b>
Soy Bean (Mar)	20-Mar-18	3764.00	Up	09.02.18	3790.00	3700.00
Soy Bean (Apr)	20-Apr-18	3810.00	Up	09.02.18	3750.00	3730.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Castor seed (Mar)	20-Mar-18	4223.00	Sideways	09.02.18	4177.00	-
Castor seed (Apr)	20-Apr-18	4288.00	Sideways	14.02.18	4083.00	-
Cocud (Mar)	20-Mar-18	1639.00	Down	19.01.18	1765.50	<b>1725.00</b>
Cocud (Apr)	20-Apr-18	1663.50	Down	06.02.18	1674.50	<b>1740.00</b>
Guar seed (Mar)	20-Mar-18	4384.00	Down	14.02.18	4359.00	4550.00
Guar seed (Apr)	20-Apr-18	4435.00	Sideways	08.02.18	4403.00	-
Mentha Oil (Feb)	28-Feb-18	1356.00	Down	02.01.18	1604.70	<b>1450.00</b>
Mentha Oil (Mar)	28-Mar-18	1363.20	Down	02.01.18	1578.10	<b>1445.00</b>

\*\*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	1107.00	1098.80	0.75
Coriander	Kota	5396.35	5366.95	0.55
Jeera	Unjha	18683.30	19100.00	-2.18
Turmeric	Nizamabad	7129.15	7183.35	-0.75

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	640.00	635.00	0.79
RM Seed	Jaipur	4112.50	4073.55	0.96
Refined Soy oil	Mumbai	736.65	727.80	1.22
Soybean	Indore	3838.00	3825.00	0.34

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Guar gum	Jodhpur	9591.95	9514.90	0.81
Cocud	Akola	1671.65	1685.55	-0.82
Cotton	Kadi	18859.65	18907.50	-0.25
Guar seed	Jodhpur	4487.50	4441.25	1.04
Sugar M	Kolkata	3490.50	3558.95	-1.92
Wheat	Delhi	1813.60	1800.30	0.74

Spices

Turmeric futures (Apr) may witness a correction towards 7050-7000 levels. Spot Turmeric prices declined by Rs.100-200/100kg at benchmark Nizamabad market whereas prices ruled flat at Duggirala and Erode markets. Prices of Turmeric at spot Nizamabad market declined by Rs.100-200/100kg amid weak domestic as well as export demand. The sentiments are bearish amid sufficient stock availability in major markets followed by entry of new crop in decent quantities and subdued domestic demand. Jeera futures (Mar) is expected to descend & test 15300-15100 levels. Spot Jeera prices plunged at benchmark Unjha market while prices traded steady at Rajkot and Gondal market. Spot prices of Jeera at Unjha market plunged by Rs.50-100/20kg amid higher new crop arrivals against subdued domestic and international demand. Traders see India's jeera output rising to around 65-70 lakh bags (55 kg each) in 2018-19, mainly driven by the rise in acreage in Gujarat and Rajasthan, the top producers of Jeera. 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

Soybean futures (Mar) may witness a correction towards 3700 levels. At such higher rates, demand in meal from domestic poultry feed manufactures is getting slower & the crush parity has also turned negative. CPO futures (Mar) is expected to trade higher towards 592-595 levels, while ref. soy oil futures may trade higher & test 750-752 levels. The Centre is considering raising import duty on edible oils in a bid to curb cheaper shipments and boost local prices for supporting farmers and refiners. Import duty on edible oils is likely to be increased to the bound rate as mandated by the World Trade Organisation, If the proposal goes through, there could be a massive hike in import duty (over 200 per cent in case of some edible oils). The import duty on crude edible oils now is 25-30 per cent. In the case of refined oils, it is 35-40 per cent. In news, from the international market, Indonesia has joined forces with six other crude palm oil-producing countries, following the European Parliament's decision to phase out palm oil-based biofuel by 2021. The six other countries are Malaysia, Thailand, Colombia, Ecuador, Guatemala and Nigeria, the Indonesian embassy in Brussels said in a statement. Mustard futures (Apr) is expected to trade sideways in the range of 4120-4180 levels & the upside may remain capped 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

Cotton oil seed cake futures (Mar) is 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) may continue to fall towards 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 take support near 3850 levels & trade higher. It is reported that the Centre would not hesitate to raise import duties on chana up to their "bound rates" applicable under the World Trade Organization (WTO) rules to protect farmers. If the proposal goes through, there could be a massive hike in import duty which could go up by 60 per cent in chana. Mentha oil (Feb) is expected to fall towards 1300-1280 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.

**Vandana Bharti (AVP - Commodity Research)**  
**Subhranil Dey Sr. Research Analyst (Agro)**

**Boardline : 011-30111000 Extn: 625**  
**Boardline : 011-30111000 Extn: 674**

**vandanabharti@smcindiaonline.com**  
**subhranildey@smcindiaonline.com**

E-mail: [researchfeedback@smcindiaonline.com](mailto:researchfeedback@smcindiaonline.com)



Moneywise. Be wise.

**Corporate Office:**  
11/6B, Shanti Chamber,  
Pusa Road, New Delhi - 110005  
Tel: +91-11-30111000  
[www.smcindiaonline.com](http://www.smcindiaonline.com)

**Mumbai Office:**  
Lotus Corporate Park , A Wing 401 / 402 ,  
4th Floor , Graham Firth Steel Compound,  
Off Western Express Highway, Jay Coach Signal,  
Goreagon (East) Mumbai - 400063  
Tel: 91-22-67341600, Fax: 91-22-28805606

**Kolkata Office:**  
18, Rabindra Sarani,  
Poddar Court, Gate No.- 4, 5th Floor, Kolkata-700001  
Tel: 91-33-39847000, Fax: 91-33-39847004

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd.) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities/commodities market.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject commodity.

**DISCLAIMER:** This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions.

Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the commodity thereof, mentioned here in or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodities discussed herein(c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.