

COMMODITY DAILY REPORT (AGRI)

11th December, 2017

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Dec)	15-Dec-17	972.50	Sideways	27.11.17	996.70	-
Cardamom (Jan)	15-Jan-18	1053.50	Sideways	29.11.17	1012.90	-
Coriander (Dec)	20-Dec-17	5345.00	Up	02.11.17	5172.00	5300.00
Coriander (Jan)	19-Jan-18	5418.00	Down	08.12.17	5418.00	5625.00
Jeera (Dec)	20-Dec-17	21530.00	Up	14.11.17	19650.00	21000.00
Jeera (Jan)	19-Jan-18	21520.00	Up	20.11.17	19910.00	20600.00
Turmeric (Dec)	20-Dec-17	7144.00	Down	05.12.17	7308.00	7750.00
Turmeric (Apr)	20-Apr-18	7414.00	Down	05.12.17	7360.00	7800.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Dec)	29-Dec-17	561.10	Down	07.12.17	568.40	580.00
CPO (Jan)	31-Jan-18	561.60	Down	07.12.17	570.20	585.00
Ref. Soy Oil (Dec)	20-Dec-17	712.40	Down	07.12.17	715.15	735.00
Ref. Soy Oil (Jan)	19-Jan-18	723.35	Down	07.12.17	726.10	745.00
RM seeds (Dec)	20-Dec-17	3951.00	Down	07.12.17	3982.00	4110.00
RM seeds (Jan)	19-Jan-18	4015.00	Down	08.12.17	4015.00	4120.00
Soy Bean (Dec)	20-Dec-17	3063.00	Up	20.11.17	2926.00	3000.00
Soy Bean (Jan)	19-Jan-18	3125.00	Up	20.11.17	2977.00	3030.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Castor seed (Dec)	20-Dec-17	4496.00	Down	07.12.17	4433.00	4600.00
Castor seed (Jan)	19-Jan-18	4557.00	Down	07.12.17	4491.00	4650.00
Cocud (Dec)	20-Dec-17	1601.00	Up	14.11.17	1557.00	1580.00
Cocud (Jan)	19-Jan-18	1628.50	Up	14.11.17	1568.00	1600.00
Guar seed (Dec)	20-Dec-17	3800.50	Up	10.11.17	3705.00	3690.00
Guar seed (Jan)	19-Jan-18	3872.50	Up	21.11.17	3784.00	3760.00
Mentha Oil (Dec)	29-Dec-17	1904.30	Up	29.11.17	1846.00	1780.00
Mentha Oil (Jan)	31-Jan-18	1930.30	Up	11.10.17	1268.60	1815.00

**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	985.00	993.80	-0.89
Coriander	Kota	5483.95	5572.25	-1.58
Jeera	Unjha	20903.60	20916.70	-0.06
Turmeric	Nizamabad	7581.65	7606.25	-0.32

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	623.50	630.00	-1.03
RM Seed	Jaipur	4136.75	4150.00	-0.32
Refined Soy oil	Mumbai	711.00	710.85	0.02
Soybean	Indore	3085.00	3093.00	-0.26

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Guar gum	Jodhpur	8479.60	8528.90	-0.58
Cocud	Akola	1619.25	1616.55	0.17
Cotton	Kadi	18477.20	18453.30	0.13
Guar seed	Jodhpur	3831.75	3857.05	-0.66
Sugar M	Kolkata	3619.05	3619.05	0.00
Wheat	Delhi	1800.00	1801.60	-0.09

Spices

Turmeric futures (Apr) is likely to witness a consolidation in the range of 7200-7500 levels. The downside may remain capped as the market participants are expecting a drop in the output to around 55-60 lakh bags owing to the recent pest/insect attack which has adversely affected the crop yield. It is reported that turmeric crop is exposed to threat mainly in Andhra Pradesh and Telangana. However, on the contrary, the plunge from the two week high of 7870 levels has created fear among buyers and prompted them to stay on the sideline. Further, presently the major chunk of older crop is of medium-lower grade, and the good demand will emerge only when the better quality new crop flows into the spot markets. The bull run of Jeera futures (Jan) seems to have cooled down & in days to come it may trade sideways in the range of 21200-21800 levels. The figures of higher sowing has raised the prospects of higher output this season & also has cautioned the buyers, who were in the notion that there might be shortage of supplies ahead. As per Gujarat Agriculture Department, jeera sowing as on 4th December is recorded higher by 49.64% at 269,800 hectares against 180,300 ha during same period last year. Coriander futures (Jan) may trade in the range of 5350-5500, however any dip can be considered as a buying opportunity. The sentiments are optimistic as the area under cultivation is expected to decline. As per Gujarat Agriculture Department, Coriander sowing as of 4th December was recorded lower by 17% at 57,300 ha against 69,000 ha during same period last year.

Oilseeds

Soybean futures (Jan) is likely to trade with an upside bias & test 3200 levels, taking support near 3100 levels. Soybean inventories with farmers, traders and plant owners at the end of November were at 6.71 million tons, down from 9.17 million tons a year ago, as stated by the Soybean Processors Association of India. On the demand side, soy meal exports from the country in 2017-18 (Oct-Sep) are seen rising to around 2 million tons from previous estimate of 1.5 million tons due to a recent rise in export incentives. Refined soy oil futures (Jan) is expected to fall further towards 715 levels. The sentiments are bearish at the benchmark Indore market amid limited demand as the wholesale traders are buying hand to mouth. Further, the stock at ports and in pipelines is sufficient to meet the near term demand. Lastly, cotton oil is cheaper by Rs 25-30/10kg as compared to soy oil which is weighing on soy oil prices. CPO futures (Dec) may witness a steep correction & test 555 levels. This edible oil is taking negative cues from the international market and also the demand is poor in the domestic market. Palm oil on Bursa Malaysia Derivative is continuing to lose ground and is currently trading at its lowest level since early July. Mustard futures (Jan) would probably witness selling pressure with every rise & trade with a downside bias in the range of 3950-4060 levels. Millers facing disparity of around Rs.700 per ton & favorable weather fueling the growth of the new mustard crop may give bearish cues to the counter.

Other Commodities

Kapas futures (April) may trade in the range of 960-985 levels & the downside may remain capped owing to projections of lower availability. But the counter had entered in the overbought zone & market participants may opt for profit booking. With pink bollworm turning virulent and posing a serious threat to the interests of farmers, the Telangana government has asked the farmers to terminate the crop before December. In Maharashtra, around 2.8 million hectares or about 67% of the total cotton acreage in Maharashtra may have so far been affected by pink bollworm attack. In Gujarat, cotton picking is underway with no pest or infestation issues reported. In Karnataka, the bolls are mature and the first picking of seed cotton in late sown crop, and second picking of early sown crop is in progress. In Tamil Nadu, the crop is at squaring and vegetative stages, and government advisories indicate farmers are to provide adequate drainage in rain-fed and irrigated crops in order to prevent water standing. Chana futures has made a yearly low at Rs.4,333 per quintal last week on the national bourse, pressurized by weak physical demand and reports of higher crop. In a detailed analysis, chana futures (Jan) has plunged by 25%, from its high of 5801 levels, while the open interest has risen from 10 lots to 44,450 lots since the inception of the contract till 7th Dec. The rise in open interest & decline in price suggests that more downside is expected to test 4200 levels. Castor seed futures (Jan) is expected to descend towards 4500 levels. Arrivals of new castor seed crop have started in key spot markets in Gujarat.

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



Moneywise. Be wise.

Corporate Office:
11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
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.