

COMMODITY DAILY REPORT (AGRI)

10th August, 2020

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	31-Aug-20	1091.50	Up	26.05.20	1,012.00	1030.00

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Aug)	14-Aug-20	1538.00	Sideways	24.04.20	1650.00	-
Cardamom (Sept)	15-Sept-20	1338.00	Sideways	15.05.20	1512.00	-
Coriander (Aug)	20-Aug-20	6506.00	Up	22.06.20	6147.00	6300.00
Coriander (Sept)	18-Sept-20	6584.00	Up	22.06.20	6160.00	6350.00
Jeera (Aug)	20-Aug-20	13935.00	Up	26.05.20	13590.00	13800.00
Jeera (Sept)	18-Sept-20	13945.00	Up	26.05.20	13310.00	13800.00
Turmeric (Aug)	20-Aug-20	5822.00	Up	24.07.20	5862.00	5630.00
Turmeric (Sept)	18-Sept-20	5908.00	Up	03.08.20	5932.00	5700.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Aug)	31-Aug-20	739.70	Up	31.07.20	735.10	730.00
CPO (Sept)	30-Sept-20	734.30	Up	14.07.20	694.20	725.00
Ref. soy oil (Aug)	20-Aug-20	868.80	Up	14.07.20	833.50	865.00
Ref. soy oil (Sept)	18-Sept-20	876.50	Up	14.07.20	831.80	870.00
RM Seed (Aug)	20-Aug-20	5286.00	Up	28.04.20	4132.00	5050.00
RM Seed (Sept)	18-Sept-20	5118.00	Up	28.04.20	4145.00	4980.00
Soybean (Aug)	20-Aug-20	3856.00	Up	04.08.20	3846.00	3765.00
Soybean (Sept)	18-Sept-20	3832.00	Up	04.08.20	3804.00	3720.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Aug)	20-Aug-20	4204.00	Up	07.08.20	4204.00	4140.00
Chana (Sept)	18-Sept-20	4245.00	Up	07.08.20	4245.00	4150.00
Cocud (Aug)	20-Aug-20	1754.00	Down	24.06.20	2119.00	1830.00
Cocud (Sept)	18-Sept-20	1780.00	Down	24.06.20	2057.00	1830.00
Guar seed (Aug)	20-Aug-20	4076.00	Up	17.07.20	3842.00	3840.00
Guar seed (Sept)	18-Sept-20	4160.00	Up	17.07.20	3859.00	3900.00
Mentha oil (Aug)	31-Aug-20	974.70	Up	07.08.20	971.40	950.00
Mentha oil (Sept)	30-Sept-20	975.00	Sideways	03.08.20	937.00	-

**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	1679.20	1550.00	8.34
Coriander	Kota	6559.40	6500.00	0.91
Jeera	Unjha	13965.40	13990.90	-0.18
Turmeric	Nizamabad	5541.65	5478.35	1.16

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	749.10	747.80	0.17
RM Seed	Jaipur	5250.00	5244.45	0.11
Refined Soy oil	Mumbai	859.85	870.00	-1.17
Soybean	Indore	3877.00	3844.00	0.86

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	1920.70	1913.50	0.38
Cotton	Kadi	16254.20	16134.70	0.74
Chana	Delhi	4200.00	4130.55	1.68
Wheat	Delhi	1900.00	1891.65	0.44

Spices

Turmeric futures (Sept) is expected to consolidate in the range of 5850-5950 and the upside may remain capped. In the present scenario, the demand is not encouraging enough due to subdued quality of arrivals coming on to the spot markets. As a result, the sales have been decreased to 60 per cent as only medium quality turmeric is arriving for sale. Further, the traders have only local demand, and are waiting for the upcountry demand. Most of the farmers are busy in their agricultural operations in Kalingarayan Arecanut area due to release of water in the canal. Secondly, the dullness in trade is due to rising cases of coronavirus, which is why most of the bookings are taking place at the cold stores and warehouses. The market in Nizamabad, Telangana, is shut due to rising cases of COVID-19. Some export demand, though, has been noticed in the other mandis. Jeera futures (Sept) is likely to hover sideways in the range of 13880-14060. In days to come, the correction may get limited as the market participants are expecting demand to rise after mid-August. The arrivals are also on a lower side due to incessant rainfall in the major producing regions. On the spot, rough jeera quoted at Rs 1945-2220 and NCDEX variety was quoted at Rs 2320-2505 per 20 Kgs. Best quality was quoted at Rs 2520-2620 per 20 Kgs. Dhaniya futures (Sept) will probably witness another round of consolidation in the range of 6520-6640. The major that is lending support to the counter is the increase in demand against decline in arrivals the peak season has come to an end.

Oilseeds

Soybean futures (Sept) is expected to show a bullish movement towards 3860-3880, taking support near 3770. It is being estimated that India's soybean output is likely to be impacted due to sporadic virus spread in parts of Madhya Pradesh and pest attacks on standing crops in Maharashtra and Rajasthan. Apart from that, there is a requirement of average to heavy rainfall in some areas under soybean cultivation. Mustard futures is trading almost close to its life time high of 5192 witnessed in the year 2015. The outlook is still bullish and every correction can be seen as a buying opportunity as there is a huge disequilibrium between demand-supply. In days to come, we may see a new all time high near 5250-5300. The recent data from the Mustard Oil Producers Association of India shows that the crushing of mustard seeds by mills in the country surged 52.4% on year to 800,000 tn in July. The crushing in July was, however, largely unchanged from June. While mustard oil is found to be very useful in supporting the immune system, its consumption has multiplied since the outbreak of Covid-19 in India. The crush margin is also in the positive zone of Rs.14 per quintal. A caution is being advised in soy oil (Sept) and CPO (Aug) as both the counters are in overbought zone & facing resistance near 895 & 760 respectively. The sentiments are turning pessimistic due to weakness in CBOT oilseed complex as the crop condition of soybean in U.S is improving, hence not being able to sustain above the 200 days daily moving average and soy oil is also pulling back facing resistance near 32 cents per lb.

Other Commodities

Cotton futures (Aug) is expected to hold on to the support near 16250, while the upside may get extended towards 16500. The counter is taking positive cues from the slipping acreage this season as well as from the international market. It is reported that cotton acreage has slipped 9% in Gujarat amid weak rains. Also, there are chances of fresh arrivals of swarms of locusts in major producing areas of Rajasthan. The supply side can take a hit as the farmers have limited supplies and the new crop is unlikely to come to markets before November. On the international market, ICE cotton futures (Dec) is trading near its six-months high on the back of robust exports of U.S. cotton to China. The Aug. 15 meeting scheduled between U.S. Trade Representative Robert Lighthizer and Chinese Vice Premier Liu He, the principal negotiators for the two countries, is also encouraging markets. Chana futures (Sept) is showing an uptrend and this shall extend till 4280-4300, taking support near 4200. On the spot, the current price level is attractive for miller and even the consumption is likely to increase in coming days due to commencement of festive period until Diwali. Guar complex are looking bullish as sowing areas have reduced in Rajasthan due to lack of sufficient rains. Taking a closer look, as per the latest statistics Gujarat as well as east Rajasthan have received 49% lesser rains, while west Rajasthan by 32%. Secondly, there are no significant arrival of guar seed as while food grade guar gum is in demand from US and Europe. The September contracts of both the counters are likely to rise towards 4250 & 7000 respectively.

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