

COMMODITY DAILY REPORT (AGRI)

22nd October, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	29-Oct-21	1628.75	Up	22.06.21	1414.00	1546.00

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (Nov)	18-Nov-21	8064.00	Up	19.07.21	6776.00	7680.00
Coriander (Dec)	20-Dec-21	8024.00	Up	19.10.21	8014.00	7770.00
Jeera (Nov)	18-Nov-21	14715.00	Up	19.07.21	13105.00	14350.00
Jeera (Dec)	20-Dec-21	14860.00	Up	19.10.21	1474.00	14400.00
Turmeric (Nov)	18-Nov-21	7208.00	Down	23.09.21	7202.00	7520.00
Turmeric (Dec)	20-Dec-21	7344.00	Down	19.10.21	7202.00	7560.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Oct)	29-Oct-21	1123.70	Down	13.10.21	1116.30	1160.00
CPO (Nov)	30-Nov-21	1110.50	Down	13.10.21	1109.40	1140.00
Ref. soy oil (Nov)	18-Nov-21	1258.40	Down	13.10.21	1241.10	1320.00
Ref. soy oil (Dec)	20-Dec-21	1250.20	Down	19.10.21	1235.40	1300.00
RM Seed (Nov)	18-Nov-21	8451.00	Up	22.06.21	6858.00	8160.00
RM Seed (Dec)	20-Dec-21	8622.00	Up	19.10.21	8350.00	8250.00
Soybean (Nov)	18-Nov-21	5304.00	Down	11.10.21	5385.00	5550.00
Soybean (Dec)	20-Dec-21	5350.00	Down	19.10.21	5395.00	5650.00
Castor seed (Nov)	17-Nov-21	6464.00	Up	02.07.21	5262.00	6300.00
Castor seed (Dec)	20-Dec-21	6542.00	Up	19.10.21	6430.00	6420.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cotton (Oct)	29-Oct-21	31310.00	Up	31.08.21	25290.00	30140.00
Cotton (Nov)	30-Nov-21	30590.00	Up	31.08.21	25300.00	29800.00
Cocud (Dec)	20-Dec-21	2407.00	Down	19.10.21	2455.00	2538.00
Cocud (Jan)	20-Jan-22	2422.00	Down	19.10.21	2475.00	2550.00
Guar seed (Nov)	18-Nov-21	6492.00	Up	29.06.21	4177.00	6220.00
Guar seed (Dec)	20-Dec-21	6554.00	Up	19.10.21	6242.00	6280.00
Guar gum (Nov)	18-Nov-21	12015.00	Up	29.06.21	6503.00	11550.00
Guar gum (Dec)	20-Dec-21	12138.00	Up	19.10.21	11224.00	11730.00
Mentha Oil (Oct)	29-Oct-21	927.10	Up	03.09.21	957.10	897.00
Mentha Oil (Nov)	30-Nov-21	939.20	Up	03.09.21	948.00	911.00

**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	1025.59	1080.72	-5.10%
Coriander	Kota	7975.00	7903.55	0.90%
Jeera	Unjha	14414.30	14392.85	0.15%
Turmeric	Nizamabad	7078.55	7153.55	-1.05%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1140.90	1140.00	0.08%
RM Seed	Jaipur	8569.75	8523.70	0.54%
Refined Soy oil	Mumbai	1321.00	1312.90	0.62%
Soybean	Indore	5443.00	5432.00	0.20%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2742.50	2684.70	2.15%
Cotton	Kadi	29640.05	29424.90	0.73%
Guar Seed	Jodhpur	6345.00	6200.00	2.34%
Wheat	Delhi	2160.00	2156.25	0.17%

Spices

Turmeric futures (Nov) closed lower due to fresh selling during the last hour and likely to trade lower towards 7050 with resistance at 7340. Currently prices consolidating above 7100 levels on mixed fundamentals of festive demand and expectation of good production in coming harvesting season. Moreover, higher carryover stocks and normal bulk demand from the exports is keeping prices sideways. In the first 5-months (Apr-Aug) of FY 2021/22, exports down 25% to 64600 tons Vs last year but at par with 5-year average. Jeera futures (Nov) closed higher on short covering due to improving demand in the physical market. We expect it to trade higher towards 14900 with support at 14550. The domestic processors are presently buying jeera as per the requirement but stockiest have started buying due to export enquiries. Exports of jeera for Apr-Aug is down by 12% at 1.24 lakh tonnes. Currently, clear weather and comparatively higher prices have increased arrivals in the physical market but sufficient stocks with traders and farmers keeping prices under control. Dhaniya futures (Nov) closed higher due to fresh buying and expected to trade positive towards 8250 levels with support at 8000. Recent unseasonal rains in North India including Rajasthan kept the prices supportive. Correction in prices last week attracting new demand in coriander but the supplies have also improved due to clear weather across Rajasthan. Market is looking for export demand as exports have been normal and are down 10% during Apr-Aug period to 21000 tonnes Vs 23300 tonnes last year but 12.7% higher compared to 5-year average. Periodic rains since September in Gujarat and Rajasthan will help rabi crop in coming season.

Oilseeds

Soybean futures (Nov) closed lower on fresh selling as new season soybean is arriving in the spot market. Prices expected to trade with negative bias in a range of 5150-5550 with resistance at 5425. Moreover, corrections in edible oil prices also weigh on the prices of oilseeds. Currently, soybean prices are ruling way higher than the MSP of 3950 rupees per 100 kg. Bulk traders and oil mills are looking to procure soybean during the peak arrival period at lower prices which is delayed by about a month due to unseasonal rains. According to SEA, soymeal exports declined sharply to 5,831 tonnes in September this year from 68,576 tonnes in the year-ago period. According to SOPA, India's soybean production estimated at 118.9 lakh tonnes (lt) compared to 104 lt last year. In the monthly report, US production was forecast up 1.79% to 121 mt vs 119 mt last month. Edible oil prices witnessed correction after three days of rally tracking weak international prices. Malaysian palm oil futures pulled back from a record high to end lower on Thursday, on concerns over tightening regulations on the commodities market in China. Soyoil prices on the CBOT were also down 1.2%. In domestic market, price have been correcting since last week due to largest single month import of edible oil close to 17 lakh tonnes in September while Government slashed the basic customs duty on both crude and refined palm oil, soybean oil and sunflower oil till March 2, 2022. However, higher tariff value on edible oils and firm international prices were supporting prices. Ref Soy oil futures (Nov) is likely to trade in a range 1220-1250 while CPO futures (Oct) likely to trade sideways in range of 1120-1150.

Other Commodities

Cotton futures (Oct) surged to record high of 31960 but corrected to close little higher for the day. We expect to trade positively towards record levels with support at 31050. This week, CCI increased its rates for cotton sales by more than Rs 1,500 per candy due to expected lower supplies and stocks from last year. Recently, CAI has reduced its final estimate of the cotton crop for 2020-21 by 1.50 lakh bales to 353.00 lakh bales of 170 kgs each from its previous estimate of 354.50 lakh bales. Furthermore, in most of the major kapas producing states we have witnessed unseasonal rains and there is a fear of damage to the kapas crop. Guar seed futures (Nov) surged 2.7% on Thursday on fresh buying due to expectation of good export demand and lower production. It is likely to trade higher towards 6700 with major support at 6400. Currently, the prices are higher by 55% y/y due to lower stocks and persistent export demand. The area under guar in Rajasthan down by about 2-3 lakh hac compared to last year at 21 lakh hac, lowest acreage in a decade. Guar gum exports expected to pick-up in coming weeks due to increase in US rigs. Castor Seed (Nov) jumped 1% higher for second consecutive day and expected to trade positive towards 6800 with support at 6520. We have witnessed persistent export demand for castor oil and meal this season keeping prices at higher levels. However, expectation of good production in the coming season may keep prices in control. Castor meal exports are higher by 16% for the first 6-months of FY 2021/22 compared to same period last year while Castor oil export data for Jul -Aug 2021 were lower compared to last year but higher for Apr-Aug period.

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