

## COMMODITY DAILY REPORT (AGRI)

25th May, 2022

### NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
NCDEX Guarex	31-May-22	7,660.00	7,700.00	7,740.00	7,780.00	7,820.00	Up

### SPICES

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Coriander (Jun)	20-Jun-22	11,190.00	11,270.00	11,370.00	11,450.00	11,550.00	Down
Coriander (Jul)	20-Jul-22	11,320.00	11,390.00	11,490.00	11,570.00	11,670.00	Down
Jeera (Jun)	20-Jun-22	21,410.00	21,580.00	21,680.00	21,850.00	21,960.00	Up
Jeera (Jul)	20-Jul-22	21,610.00	21,780.00	21,880.00	22,050.00	22,160.00	Sideways
Turmeric (Jun)	20-Jun-22	8,060.00	8,140.00	8,210.00	8,290.00	8,360.00	Down
Turmeric (Jul)	20-Jul-22	8,200.00	8,250.00	8,300.00	8,350.00	8,400.00	Down

### OILSEEDS

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Castor seed (Jun)	20-Jun-22	7,530.00	7,570.00	7,620.00	7,660.00	7,720.00	Down
Castor seed (Jul)	20-Jul-22	7,610.00	7,640.00	7,700.00	7,730.00	7,790.00	Down

### OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Cotton (May)	31-May-22	47,650.00	47,860.00	48,130.00	48,340.00	48,610.00	Down
Cotton (Jun)	30-Jun-22	47,230.00	47,420.00	47,720.00	47,910.00	48,210.00	Down
Cocud (Jun)	20-Jun-22	2,810.00	2,850.00	2,870.00	2,910.00	2,930.00	Up
Cocud (Jul)	20-Jul-22	2,860.00	2,900.00	2,920.00	2,950.00	2,970.00	Up
Guar seed (Jun)	20-Jun-22	5,970.00	6,000.00	6,030.00	6,060.00	6,090.00	Up
Guar seed (Jul)	20-Jul-22	6,050.00	6,080.00	6,110.00	6,130.00	6,160.00	Up
Guar gum (Jun)	20-Jun-22	11,500.00	11,590.00	11,700.00	11,790.00	11,900.00	Up
Guar gum (Jul)	20-Jul-22	11,670.00	11,750.00	11,860.00	11,940.00	12,050.00	Up
Mentha Oil (May)	31-May-22	990.00	1,010.00	1,040.00	1,060.00	1,090.00	Down
Mentha Oil (Jun)	30-Jun-22	1,050.00	1,070.00	1,090.00	1,110.00	1,130.00	Down

\*\*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	845.00	817.00	3.43%
Coriander	Kota	11798.20	11798.25	0.00%
Jeera	Unjha	21600.50	21616.35	-0.07%
Turmeric	Nizamabad	7964.45	7843.75	1.54%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1484.00	1480.40	0.24%
RM Seed	Jaipur	7173.35	7135.90	0.52%
Refined Soy oil	Mumbai	1560.00	1570.00	-0.64%
Soybean	Indore	7102.70	7179.10	-1.06%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	47328.45	3052.45	1450.51%
Cotton	Kadi	3061.20	48523.60	-93.69%
Guar Seed	Jodhpur	6064.45	6053.35	0.18%
Wheat	Delhi	2281.75	2282.50	-0.03%
Chana	Delhi	4851.90	4872.80	-0.43%

Spices

**Turmeric futures (Jun)** closed 0.5% lower on Tuesday witnessed some correction after three consecutive sessions of positive closing due to profit booking at higher levels. Now we see support at 8144 while resistance at 8300. We expect it to trade sideways to lower towards 8000 if it breaks the support. The arrivals have decreased in the physical market due to lower prices and lack of aggressive buying by bulk traders. Currently, export demand is normal but is expected to pick up. Turmeric prices have corrected about 14% in 2022 due to steady demand and sufficient supplies in the physical market. Moreover, lower exports also weighing on prices. As per latest export figures, turmeric exports in Mar 2022 jumped higher 27.4% y/y at 15750 tonnes vs 12,360 tonnes while in FY 2021/22, exports down 16.7% at 1.53 lakh tons compared to last year but higher by 10% compared with 5-year average. Jeera futures (Jun) closed positive but traded within the previous session range keeping the prices in a tight range. It took support at 21500 levels while resistance is seen at 21900 and expected to trade sideways to higher if it breaks 21800 levels. The demand for cumin seed is normal while exports have not improved as expected from China. Currently, prices are higher by 58% y/y on lower crop estimates. Traders expect jeera production in 2021/22 sharply lower at 5.0-6.0 mln bags (1 bag = 55 kg) from 8.0-8.5 mln bags the previous year. As per govt data, jeera exports in Mar 2022 down by 58.5% Y/Y at 14600 tonnes compared to 35160 tonnes while exports for FY 2021/22 is also down by 27% Y/Y at 2.16 lt compared to 2.98 lt last year. Dhaniya futures (Jun) closed 0.5% lower as pressure continue and traded in a narrow range due to lack of strong demand at current prices. Now the support and resistance levels are 11300 and 11500 respectively. We expect prices to trade mostly sideways in the range of support and resistance. Prices are down 8% in last one month due to slowdown in demand. The processors and traders are buying as per their requirements as market prices ruling higher by 60% y/y and up 29% since January due to lower crop estimates. As per govt data, coriander exports in Mar 2022 down 528.7% y/y at 4180 tonnes compared to 5862 tonnes last year while for FY 2021/22 export volume is down by 15.2% at 48,615 tonnes Vs 57,350 tonnes last year but 9.5% higher compared to 5-year average.

Other Commodities

**Cotton futures (Jun)** closed 1% lower as pressure continuous at higher levels due to lower demand from the mills. Now have the support at 47350 while resistance at 48200. We expect it to trade sideways in the range of support and resistance. In a recent development South India Spinners Association has taken big decision to close 100% mills and stop buying of cotton. Currently, cotton prices in the country is higher by more than 113% y/y and ruling at a premium to global prices in view of production being lower than last year, rising demand and non-availability of quality cotton. In May, USDA cut global cotton production for 2021/22 by 1.8 million bales, largely due to a drop of 1.0 million bales from India. As per CAI, domestic cotton arrivals down 17% or 58.88 lakh bales to 277.49 lakh bales compared to 336.37 lakh bales last year and also cut cotton production forecast by 11.50 lakh bales in May to 323.63 lakh bales compared to 335.13 lakh bales. Guar seed futures (Jun) closed unchanged and traded in a very low range within the previous day range with indecision candle where buyers and sellers were equally powerful. Now we expect it to trade sideways to higher towards 6200 if it sustains above the previous day high 6000. Improving exports may support prices but reports of normal monsoon may pressurize the prices. Prices have corrected in last one month. Currently, the prices are higher by about 43% y/y due to lower production, multi-year lower stocks and good export demand. The export of guar gum may support prices as number of operational oil rigs improving in the US. The US oil rig count is also higher at 576 up by about 220 compared to last year. In Mar 2022, Guar gum exports are higher by 9.4% y/y at 26377 tonnes while exports in 2021/22 up by 39% y/y at 3.21 lt compared 2.34 lt last FY. Guar gum exports were down about 20% in last FY compared to previous five-year average of 4 lt exports. Castor Seed (Jun) closed 0.4% lower and witnessing some pressure at higher levels. Currently, the market is showing an indecision candle at higher levels with resistance at 7680 levels while support is seen at 7600. It is expected to trade in a range but sustain below support levels may trigger more selling. Currently, prices are on higher side but very responsive on improving industrial demand. We saw 29% jump in prices this year while prices are about 50% higher y/y due to lower production estimates. SEA estimates, India's castor seed crop in 2021-22 at 16.94 lakh tonnes — lower by 62,000 tonnes from last year's estimated output of 17.56 lakh tonnes (lt). On the export front, castor meal exports are down 7.7% y/y at 25758 tonnes in Apr 2022, while overall exports in first 4-months in 2022 also lower by 4.4% at 1.26 lt vs 1.31 lt. as export prices at higher by 95% y/y at \$141 per ton compared to \$72 last year. Despite higher prices the exports have not much affected. Similarly, castor oil exports in Apr 2022 were down by 19.7% y/y at 55277 tonnes due to 40% increase in export prices this season. Exports are down 18% y/y to 1.95 lt during Jan-Apr Period.

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