

COMMODITY DAILY REPORT (AGRI)

19th January, 2022

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	31-Jan-22	1790.75	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 (Apr)	20-Apr-22	10276.00	Up	19.10.21	8014.00	9860.00
Coriander (May)	20-May-22	10374.00	Up	19.10.21	8014.00	9860.00
Jeera (Mar)	17-Mar-22	18370.00	Up	19.10.21	1474.00	17615.00
Jeera (Apr)	20-Apr-22	18460.00	Up	19.10.21	1474.00	17440.00
Turmeric (Apr)	20-Apr-22	10748.00	Up	19.10.21	7202.00	9850.00
Turmeric (May)	20-May-22	10848.00	Up	19.10.21	7202.00	10000.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Castor seed (Feb)	18-Feb-22	6344.00	Up	11.01.22	6036.00	5822.00
Castor seed (Mar)	16-Mar-22	6342.00	Up	11.01.22	6036.00	5900.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cotton (Jan)	31-Jan-22	36130.00	Up	16.12.21	31810.00	33250.00
Cotton (Feb)	28-Feb-22	36460.00	Up	16.12.21	31810.00	33850.00
Cocud (Feb)	18-Feb-22	3322.00	UP	23.11.21	2551.00	3130.00
Cocud (Mar)	17-Mar-22	3338.00	UP	23.11.21	2551.00	3154.00
Guar seed (Feb)	18-Feb-22	6483.00	Up	13.12.21	5990.00	6100.00
Guar seed (Mar)	17-Mar-22	6525.00	Up	13.12.21	5990.00	6112.00
Guar gum (Feb)	18-Feb-22	12145.00	Up	14.12.21	1110.30	11560.00
Guar gum (Mar)	17-Mar-22	12283.00	Up	14.12.21	1110.30	11700.00
Mentha Oil (Jan)	31-Jan-22	985.90	Down	11.01.22	1005.06	1042.50
Mentha Oil (Feb)	28-Feb-22	995.50	Down	11.01.22	1014.08	1046.70

**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	898.00	897.64	0.04%
Coriander	Kota	9781.25	9642.50	1.44%
Jeera	Unjha	17494.75	17242.85	1.46%
Turmeric	Nizamabad	9026.20	8947.35	0.88%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1124.10	1124.00	0.01%
RM Seed	Jaipur	8107.15	7960.00	1.85%
Refined Soy oil	Mumbai	1206.50	1206.00	0.04%
Soybean	Indore	6444.00	6419.00	0.39%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	3386.00	3366.90	0.57%
Cotton	Kadi	35735.40	35137.80	1.70%
Guar Seed	Jodhpur	6400.00	6345.00	0.87%
Wheat	Delhi	2200.00	2200.00	0.00%
Chana	Delhi	5211.35	5200.00	0.22%

Spices

Turmeric futures (Apr) closed 1% down on profit booking after it touched 2-years high on Tuesday. It is expected to trade in a range 10470 - 11150. Arrivals of the new crop have started in Telangana and Maharashtra. Currently, prices are up about 69% y/y on expectation of lower production and anticipation of higher demand in coming season. In the first 8-months (Apr-Nov) of FY 2021/22, exports down 22% to 1,02,126 tons Vs last year but higher by 7.2% compared with 5-year average for the same period. Jeera futures (Mar) closed 1% higher and likely to trade in range 18180-18650. Currently prices are higher by 37% y/y on reports of drop in area and improving domestic demand. As per respective Agriculture Dept data, area under jeera in Gujarat as on 17-Jan was only 3.07 lakh ha Vs 4.69 lakh hac last year while in Rajasthan jeera is sown in 5.30 lakh hac vs 7.7. As per Govt. data, exports of jeera for Apr-Nov down by 20% Y/Y at 1.61 lakh tonnes compared to 2.02 lt last year. Dhaniya futures (Apr) closed unchanged after it moved higher in the morning and likely to trade sideways in range of 10150 - 10450. Currently prices are higher by 62.3% y/y and up 9.8% in Jan 2022 due to lower acreage compare to normal while market expecting production loss due to cold wave in north India. Area under coriander in Gujarat as on 17-Jan is pegged at 1,25,444 hac which is 145% area compared to normal area but less than last year 1,41,004 hac. As per govt. data, exports have been down 13% during Apr-Nov period to 32,900 tonnes Vs 37,765 tonnes last year but 10% higher compared to 5-year average.

Oilseeds

Soybean prices in Indore increased on Tuesday on steady demand and lower arrivals. US soybean futures fell for a third straight session on Tuesday to a two-week low as the arrival of rain in some parched South American growing belts eased harvest concerns. Currently, NCDEX is not allowing fresh positions in intraday as per SEBI restriction. Only squaring up of existing positions will be allowed in Soybean. AS per SOPA press release, soybean output in 2021/22 is pegged at 12.472 mt is higher by 8% than last year. However, the total arrivals till December is pegged at 4 mt, down by 23% as compared to last season. The stocks with farmers, traders & plants as on January 1, 2022 is estimated at 9.086 mt, higher by 38% than last season. Currently, prices are 40% higher y/y as farmers are still holding their crop on anticipation of better prices. Edible oil prices are mixed trend in domestic market. Exchange is not allowing any fresh positions in CPO and Ref soyoil as per SEBI circular. Malaysian palm oil futures continue to trade higher, as top producer Indonesia plans to test biofuel with higher palm content, while forecasts of weak output in Malaysia also lent support. Domestic edible oil imports were lower y/y in Dec 2021 as per SEA press release despite, Indian government has allowed to import refined palm oil without license for one more year till Dec-2022 and also cut the basic customs duty on refined palm oil to 12.5% from 17.5% as part of efforts to increase domestic supplies and bring down the retail prices of the cooking oil.

Other Commodities

Cotton futures (Jan) closed 0.7% higher on Tuesday supported by good demand from the mills. It is expected to trade higher towards 36750 with support at 35500. Current domestic prices are high 71% y/y and jumped about 15% in last one month due to concerns over production, slow arrivals, better domestic and exports demand. Spinners Association of Gujarat has urged the Centre to scrap the import duty of 10% on cotton with immediate effect. As per market sources, daily arrivals of cotton dropping to 1.75 lakh bales compared to 2.50 lakh bales last year. USDA in its monthly report cut production in India to 27.5 million bales from 28 million bales last month while in the US - largest exporter, production was cut by 3.61% to 17.6 million bales. Guar seed futures (Feb) closed 0.7% in green to climb 2-month high and likely to trade higher towards 6700 with support at 6430. Currently, prices are up 65.7% y/y on expectation of lowest production in last 5 years, multi-year lower stocks and improving export demand. In Nov, Guar gum exports are higher by 33% y/y at 24,150 tonnes while exports in 2021/22 (Apr-Nov) are up by 44.4% y/y at 2.09 lakh tonnes. Castor Seed (Feb) closed higher and expected to trade higher towards 6500 with support at 6260. The prices are recovering in 2022 and higher by 41% y/y, as production of castor expected to be lowest in last three years. Gujarat agriculture department's second advance estimate cut castor seed production by 1 lakh tonnes to 13.02 lakh tonnes compared 14 lt in the first estimate. Last year production was 13.45 lakh tonnes. Prices were down in Dec as Castor oil exports during Sep-Nov down by 16% at 1.39 lakh tonnes compared to 1.65 lt last year. Similarly, castor meal exports fall by 16.5% during (Aug-Dec) y/y.

Vandana Bharti (AVP - Commodity Research)
Ritesh Kumar Sahu - Research Analyst

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

vandanabharti@smcindiaonline.com
riteshkumarsahu@smcindiaonline.com

E-mail: smc.care@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: 91-22-67341697

Kolkata Office:
18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata-700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

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.