

## COMMODITY DAILY REPORT (AGRI)

20th April, 2020

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (May)	15-May-20	1773.30	Down	05.02.20	3687.50	1900.00
Cardamom (June)	15-June-20	1598.30	Down	05.03.20	2590.10	1700.00
Coriander (Apr)	30-Apr-20	6392.00	Sideways	08.04.20	6361.00	-
Coriander (May)	20-May-20	6199.00	Sideways	09.04.20	6280.00	-
Jeera (Apr)	30-Apr-20	14420.00	Up	24.03.20	13995.00	<b>14000.00</b>
Jeera (May)	20-May-20	14245.00	Up	24.03.20	13840.00	<b>13900.00</b>
Turmeric (Apr)	30-Apr-20	5778.00	Up	25.03.20	5850.00	5700.00
Turmeric (May)	20-May-20	5786.00	Up	25.03.20	5806.00	5750.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Apr)	30-Apr-20	668.90	Sideways	03.04.20	627.80	-
CPO (May)	29-May-20	664.50	Sideways	03.04.20	623.80	-
Ref. soy oil (Apr)	30-Apr-20	838.20	Sideways	03.04.20	794.20	-
Ref. soy oil (May)	20-May-20	806.80	Sideways	03.04.20	765.80	-
RM Seed (Apr)	30-Apr-20	4195.00	Up	23.03.20	4117.00	<b>4100.00</b>
RM Seed (May)	20-May-20	4078.00	Up	23.03.20	3998.00	4025.00
Soybean (Apr)	30-Apr-20	3936.00	Up	23.03.20	3658.00	<b>3840.00</b>
Soybean (May)	20-May-20	3802.00	Sideways	03.04.20	3632.00	-

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Chana (Apr)	30-Apr-20	4167.00	Up	23.03.20	4127.00	4040.00
Chana (May)	20-May-20	4128.00	Up	23.03.20	4062.00	4060.00
Cocud (Apr)	30-Apr-20	1990.00	Up	24.03.20	1896.00	1940.00
Cocud (May)	20-May-20	1991.00	Up	03.03.20	1672.00	1940.00
Guar seed (Apr)	30-Apr-20	3636.00	Up	09.04.20	3530.00	<b>3520.00</b>
Guar seed (May)	20-May-20	3586.00	Up	09.04.20	3576.00	<b>3490.00</b>
Mentha oil (Apr)	30-Apr-20	1243.40	Up	01.04.20	1115.80	1170.00
Mentha oil (May)	29-May-20	1137.80	Up	13.04.20	1132.30	1090.00

\*\*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	2525.00	2525.00	0.00
Coriander	Kota	5997.30	5997.30	0.00
Jeera	Unjha	13655.50	13655.50	0.00
Turmeric	Nizamabad	5587.50	5587.50	0.00

Spices

Turmeric futures (May) is expected to witness correction towards 5750-5700 levels. The sentiments are bearish due to expectations of a bigger crop in the coming season after the India Meteorological Department said the country would receive "normal" rains during the monsoon season this year. This year, Jun-Sep rains are likely to be 100% of the long period average, India Meteorological Department said, while releasing the first long-range forecast for the southwest monsoon. Cardamom futures (May) is likely to go down to test 1750 levels. This season the production is likely to rise nearly 30% in 2020-21 (Jul-Jun), provided conditions remain conducive through May-Jun, when the crop would enter its growth stage. After the floods in 2018, farmers in Kerala had replanted cardamom, which will reap fruits this year. Though there is a restriction on the number of labourers allowed on the fields, growers are maintaining their plantations. Dhaniya futures (May) will probably trade with a negative bias & test 6120, facing resistance near 6300. The spot prices are going down due to increased supply and a bigger crop. A sharp rise in arrivals is being witnessed after the Ramganj mandi decided to resume operations despite extension of lockdown. The badami variety of coriander is being sold for 6,100 rupees per 100 kg, and the eagle variety for 6,400 rupees. Jeera futures (May) is likely to consolidate in the range of 13980-14400 levels & trade with a downside bias. The Agricultural Produce Marketing Committee in Unjha has allowed traders holding licences to restart their processing units and sell produce lying in market yards or warehouses from today to help maintain the supply to retail markets during the lockdown.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	649.40	649.40	0.00
RM Seed	Jaipur	4050.00	4050.00	0.00
Refined Soy oil	Mumbai	778.35	778.35	0.00
Soybean	Indore	3701.00	3701.00	0.00

Oilseeds

Soybean futures (May) is likely to witness a consolidation in the range of 3760-3860 levels, with upside getting capped. This counter is taking negative cues from the its counterpart on CBOT, where US soybean futures is hovering near three-week low and is under pressure amid expectations that demand will remain depressed due to the coronavirus outbreak. There is fear among market participants that demand for soymeal, which is widely used in feeding livestock will decrease. The uptrend in mustard futures (May) will resume only when it surpasses the previous high near 4120, but till then we may witness a consolidation and the upside may remain capped. The demand side is not encouraging as the crushing has slowed down because of the nationwide lockdown, which has now been extended till May 3. The supply side is already heavier due to large inventories with farmers, processors, stockists, and state-run agencies at 7.35 mln tn as on Mar 31. In addition to it, with government allowing all agricultural activities to remain fully functional, harvesting of this Rabi oilseed will catch pace, arrivals will increase, adding to the selling pressure. The edible oils are expected to trade higher & remain on a stronger foot cushioned by healthier demand and weaker Indian rupee against dollar, making the imports costlier. On the supply side, the country's 600 refineries, 500 solvent plants and 10,000 crushing mills have reduced output by half compared to pre-Covid levels. Saying this, soy oil futures (May) is likely to remain stable in the range of 800-810. CPO futures (May) is also expected to gain & move higher towards 670 levels.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	1845.65	1845.65	0.00
Cotton	Kadi	18106.70	18106.70	0.00
Sugar M	Kolkata	3380.95	3380.95	0.00
Wheat	Delhi	2158.40	2158.40	0.00

Other Commodities

A bearish phase can be seen in cotton futures (Apr) in days to come it may trade with a downside bias facing resistance near 16600 levels. With the Covid-19 intensifying the projections for both domestic consumption and exports appear to be bleak. The domestic demand for cotton fibre from yarn manufacturers is affected. In the international market, ICE cotton futures (Apr) is expected to remain in negative zone in the range of 52-54 cents per pound. The International Cotton Advisory Committee (ICAC) has warned in a statement that macroeconomic challenges, including lockdowns in major producing and consuming countries, is likely to alter the demand-supply equation going forward. There is more room for mentha oil (April) to go forward towards 1260-1280 levels, taking support near 1200. Mentha exporters are getting large orders from many countries including America, Brazil, Italy. This will create medicine and sanitizer to prevent corona. Guar gum futures (May) is likely to witness correction towards 5400, facing resistance near 5700-5750. The demand for the gum which is used for expansion of the shale gas and oil industries is not encouraging. The reason being is that the EIA expects U.S. shale oil production to drop next month to 8.526 million barrels per day in the seven most prolific shale basins in the United States. The forecast for May for an 182,673-average barrel per day drop in oil production is expected to be the second largest drop dating back to 2007. The largest drop in oil production, according to the EIA, should be this month, down 193,625 barrels per day from March. The Drilling Productivity Report shows six weeks of sizeable declines, shedding more than a half a million barrels per day 546,622 barrels since December 2019.

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