

## COMMODITY DAILY REPORT (AGRI)

5th September, 2019

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Sept)	13-Sep-19	2679.70	Down	19.08.19	3316.80	2900.00
Cardamom (Oct)	15-Oct-19	2540.40	Down	19.08.19	3074.00	2700.00
Coriander (Sept)	20-Sep-19	6042.00	Down	22.07.19	6894.00	6200.00
Coriander (Oct)	18-Oct-19	6206.00	Down	22.07.19	6811.00	6300.00
Jeera (Sept)	20-Sep-19	16920.00	Down	02.08.19	17255.00	17400.00
Jeera (Oct)	18-Oct-19	17025.00	Down	02.08.19	17075.00	17250.00
Turmeric (Sept)	20-Sep-19	6432.00	Down	22.08.19	6804.00	<b>6650.00</b>
Turmeric (Oct)	18-Oct-19	6570.00	Down	22.08.19	6886.00	<b>6850.00</b>

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Sept)	30-Sep-19	563.30	Up	22.08.19	553.40	<b>555.00</b>
CPO (Oct)	31-Oct-19	566.40	Up	22.08.19	550.10	<b>560.00</b>
Ref. soy oil (Sept)	20-Sep-19	755.35	Up	15.07.19	730.95	747.00
Ref. soy oil (Oct)	18-Oct-19	757.05	Up	15.07.19	735.00	744.00
RM Seed (Sept)	20-Sep-19	3888.00	Down	05.08.19	3927.00	3980.00
RM Seed (Oct)	18-Oct-19	3969.00	Down	05.08.19	3898.00	4020.00
Soybean (Sept)	20-Sep-19	3787.00	Up	09.08.19	3652.00	3655.00
Soybean (Oct)	18-Oct-19	3582.00	Up	26.08.19	3562.00	3480.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor Seed (Sept)	20-Sep-19	5730.00	Up	31.07.19	5734.00	5560.00
Castor Seed (Oct)	18-Oct-19	5812.00	Up	31.07.19	5666.00	5680.00
Cocud (Sept)	20-Sep-19	3272.50	Up	27.08.19	3247.00	<b>3160.00</b>
Cocud (Dec)	20-Dec-19	2125.50	Down	19.08.19	2125.00	2160.00
Guar seed (Sept)	20-Sep-19	4145.00	Down	22.08.19	4276.50	<b>4320.00</b>
Guar seed (Oct)	18-Oct-19	4143.00	Down	22.08.19	4286.00	<b>4320.00</b>
Mentha oil (Sept)	30-Sep-19	1274.10	Down	03.09.19	1269.80	1302.00
Mentha oil (Oct)	31-Oct-19	1289.60	Down	03.09.19	1286.80	1322.00

\*\*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	2980.00	3092.20	-3.63
Coriander	Kota	6572.75	6572.75	0.00
Jeera	Unjha	17330.00	17330.00	0.00
Turmeric	Nizamabad	6588.55	6608.70	-0.30

Spices

The correction will continue in turmeric futures (Sept) & may plunge towards 6300-6250 as it may come under the pressure of sluggish demand in spot markets and expectations of a bigger crop in the 2019-20 (Jul-Jun) season. On the demand side, exports to Iran have nearly come to a standstill since May following the expiry of the US sanctions waiver to India for six months. Without the Iranian market, Indian turmeric growers do not have any big orders in hand. On the spot, At the Erode Turmeric Merchants Association Salesyard, finger turmeric was sold at Rs. 5,689-7,516 a quintal and root variety at Rs. 5,680-6,710. Out of 1,063 bags of turmeric placed for sale, only 428 bags were sold. At the Regulated Marketing Committee, finger turmeric was sold at Rs.5,848-6,877 and the root variety at Rs. 5,623-6,700. Jeera futures (Sept) is facing resistance near 17000 levels, and in days to come we can see more weakness till 16700, if breaks 16800 levels. The outlook is seen bearish on hopes of rise in area under the spice during the upcoming Rabi season. As crop prospects are expected to be better in the upcoming Rabi season due to favourable rains, farmers may offload their produce before the new season starts in October. Additionally, the spot market is witnessing tepid demand as rains in key growing regions led to high moisture content in the spice. Dhaniya futures (Sept) is expected to face resistance near 6100 levels. Prices also declined due to ample carryover stocks and as good rains in the key growing regions could encourage farmers to increase sowing area under the spice.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	555.20	556.50	-0.23
RM Seed	Jaipur	4183.10	4183.10	0.00
Refined Soy oil	Mumbai	751.70	751.95	-0.03
Soybean	Indore	3808.00	3819.00	-0.29

Oilseeds

Soybean futures (Sept) may take support near 3750 levels. The sentiments are optimistic due to concerns over the crop. Failure to spray insecticides on soybean has hampered growth of standing crops in some pockets of Indore, Dewas and Ujjain. Lack of flowering in crops may sharply reduce output of soybean in one of the prominent cultivating regions of state that produce about 70 per cent of the soybean production in India. The excessive water in farms reduces level of oxygen leading to mineral deficiency in plants while higher ethylene levels hamper growth of crop. Even many farmers have reported a significant drop in flowering in soybean. On the CBOT, U.S soybean futures (Sept) were down 0.1% at \$8.74-1/2 a bushel, having firmed 0.8% on Wednesday. Soy oil futures (Sept) will possibly hold on to the three weeks support near 749, while continue to face resistance near 760 levels. The stronger rupee against dollar, make keep the gains capped, while on the contrary the anticipated demand ahead of festivities may limit the downside. CPO futures (Sept) may consolidate in the range of 560-566 levels & maintain its upside bias. In news, India has raised the tax on refined palm oil from Malaysia to 50% from 45% for six months to curb imports and boost local refining. This reduced the effective difference in duty between crude palm oil and refined palm oil from Malaysia for Indian refiners to 5.5% from 11%, making overseas buying of refined palm more lucrative. The hike in duty on refined palm oil will prompt Indian buyers to switch to crude palm oil. Malaysian palm oil futures rose over 1% on Wednesday before paring some gains, lifted by higher overnight prices of soyoil on the Chicago Board of Trade (CBOT). Mustard futures (Sept) is expected to witness correction towards 3885-3870 levels. In news, spot markets in Rajasthan were shut due to an indefinite strike against the government's move to levy 2% tax deducted at source for cash withdrawals above 10 mln rupees.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	3230.75	3217.40	0.41
Cotton	Kadi	20078.75	20198.25	-0.59
Sugar M	Kolkata	3580.95	3561.90	0.53
Wheat	Delhi	2150.00	2150.00	0.00

Other Commodities

Cotton futures (Oct) may trade sideways in the range of 19350-19530 levels. The Foreign Agricultural Service of the US Department of Agriculture has maintained its estimate for India's cotton production for 2019-20 (Aug-Jul) at 37.2 mln bales, the agency said in a report. The acreage under the fibre in the ongoing kharif season in seen at 12.7 mln ha, slightly higher from 12.6 mln ha sown last year. The view on average cotton yield for 2019-20 has been lowered to 497 kg per ha, compared with 505 kg estimated a month ago. On the global front, CE cotton futures inched up on Wednesday but were stuck in a small range because of a lack of demand for the natural fiber and improving crop conditions in the United States. The market participants would like to see some good export sales numbers due today that they have not seen for the last couple of weeks. But the global textile industry is suffering right now and that is weighing on the demand for cotton. Chana futures (Sept) is expected to move lower & test 3900 levels. The sentiments are negative on fears of government action, warning of crackdown on hoarders. Sluggish trend in pulses and pulse seeds continued on weak physical demand. The bullishness is likely to prevail in castor seed futures (Sept) as it is expected to take support near 5720-5705 levels. A smaller crop from last year and the fact that arrival of the new crop is at least six months away is increasingly leading to a vacuum in supply pipeline. The daily arrivals of the commodity have fallen gradually to 15,000-20,000 bags (1 bag = 75 kg), from 50,000-55,000 bags at this time a year ago. The market participants expect around 150,000 tn carryover stocks in 2020 and 1.5 mln tn output in 2019-20.

**Vandana Bharti (AVP - Commodity Research)**  
**Subhranil Dey Sr. Research Analyst (Agro)**

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

**vandanabharti@smcindiaonline.com**  
**subhranildey@smcindiaonline.com**

E-mail: [smc.care@smcindiaonline.com](mailto: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](http://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.