

COMMODITY DAILY REPORT (AGRI)
28th June, 2022
NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
NCDEX Guarex	30-Jun-22	6,420.00	6,530.00	6,620.00	6,730.00	6,820.00	Down

SPICES

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Coriander (Jul)	20-Jul-22	10,760.00	11,020.00	11,180.00	11,440.00	11,600.00	Up
Coriander (Aug)	16-Aug-22	11,030.00	11,200.00	11,310.00	11,490.00	11,600.00	Up
Jeera (Jul)	20-Jul-22	20,810.00	21,070.00	21,210.00	21,470.00	21,610.00	Up
Jeera (Aug)	18-Aug-22	20,930.00	21,190.00	21,340.00	21,600.00	21,750.00	Up
Turmeric (Jul)	20-Jul-22	7,660.00	7,760.00	7,820.00	7,920.00	7,970.00	Up
Turmeric (Aug)	17-Aug-22	7,750.00	7,850.00	7,900.00	8,000.00	8,060.00	Up

OILSEEDS

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Castor seed (Jul)	20-Jul-22	7,140.00	7,190.00	7,230.00	7,280.00	7,320.00	Sideways
Castor seed (Aug)	18-Aug-22	7,190.00	7,240.00	7,280.00	7,340.00	7,380.00	Sideways

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Cotton (Jun)	30-Jun-22	42,920.00	44,790.00	45,870.00	47,740.00	48,820.00	Up
Cotton (Jul)	29-Jul-22	39,970.00	40,740.00	41,470.00	42,240.00	42,970.00	Up
Cocud (Jul)	20-Jul-22	2,550.00	2,600.00	2,630.00	2,670.00	2,700.00	Up
Cocud (Aug)	19-Aug-22	2,580.00	2,620.00	2,650.00	2,690.00	2,720.00	Up
Guar seed (Jul)	20-Jul-22	5,070.00	5,150.00	5,230.00	5,310.00	5,400.00	Down
Guar seed (Aug)	18-Aug-22	5,150.00	5,220.00	5,300.00	5,370.00	5,460.00	Down
Guar gum (Jul)	20-Jul-22	9,270.00	9,470.00	9,710.00	9,920.00	10,150.00	Down
Guar gum (Aug)	18-Aug-22	9,420.00	9,620.00	9,850.00	10,050.00	10,280.00	Down
Mentha Oil (Jun)	30-Jun-22	1,000.00	1,000.00	1,010.00	1,010.00	1,020.00	Down
Mentha Oil (Jul)	29-Jul-22	1,000.00	1,010.00	1,030.00	1,040.00	1,060.00	Down

**One has to follow the trend and see the price only at closing. This is not for Intra day trading.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cardamom	Vandanmendu	850.50	882.38	-3.61%
Coriander	Kota	11732.15	11649.65	0.71%
Jeera	Unjha	21387.15	21407.95	-0.10%
Turmeric	Nizamabad	8108.30	8074.20	0.42%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1155.00	1137.90	1.50%
RM Seed	Jaipur	7069.45	6900.35	2.45%
Refined Soy oil	Mumbai	1350.00	1340.00	0.75%
Soybean	Indore	6553.40	6311.95	3.83%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2871.15	2896.40	-0.87%
Cotton	Kadi	44938.15	45416.20	-1.05%
Guar Seed	Jodhpur	5255.65	5433.20	-3.27%
Wheat	Delhi	2259.85	2258.80	0.05%
Chana	Delhi	4800.65	4850.00	-1.02%

Market Update

Spices

Turmeric futures (Jul) closed 0.8% higher on Monday with good volumes mainly due to short covering as open interests have come down. It took strong support near 7720 levels while the resistance near 7870. In the daily chart, overall trend is still in negative so it may trade lower if it sustains below 7760 levels. The reports of improving local demand and export enquiries may support prices. Prices have corrected about 21% since April on sufficient stock positions and good sowing progress in south India. Moreover, exports demands have been lower this season but improving. Turmeric exports in Apr 2022 is higher 3.61% y/y at 13,760 tonnes vs 13,280 tonnes while for the period of Jan-Apr 2022, exports are at par compared to last year figures of 50,500 tonnes. In FY 2021/22, exports were down 16.7% y/y at 1.53 lakh tons but higher by 10% compared with 5-year average. Jeera futures (Jul) closed 1.2% higher due to technical buying to touch 2-week high levels. Now the support is seen at 21050 while the resistance is at 21630. We expect the price to trade higher towards its resistance if it sustains above 21250 levels. Prices have increased about 4% in last one week on exports demand. Arrivals were pegged steady at 8,000 bags (1 bag = 55 kg) compared to 5,000 bags in the previous day. Currently, prices are higher by 58.40% y/y on lower availability due to lower jeera production in 2021/22 compared to previous year. As per govt data, jeera exports in Apr 2022 down by 66% Y/Y at 10,700 tonnes, the lowest April month export volume in last 6 years while exports in first 4-months of 2022 down by 46% Y/Y to 54000 compared to 1 lakh tonnes last year. Dhaniya futures (Jul) jumped 1.6% after it witnessed volatile move in the first hour to close one-week high level. Now the support is at 10920 and resistance at 11400. We expect to trade higher only if it sustains and open above 11210 levels. The demand and arrivals remains steady in the physical market. The processors and traders are buying as per their requirements due to higher market prices as the prices are higher by 67% y/y due to lower crop estimates. It corrected about 18-19% from the 2022 highs due to lower exports but now increased about 5% in last one week due to improving local demand. As per govt data, coriander exports in Apr 2022 down 27.1% y/y at 4020 tonnes Vs 5500 tonnes last year while for Jan-Apr are also lower by 23.5% at 15,100 tonnes Vs 19,770 tonnes last year but 12% higher compared to 5-year average for same period.

Other Commodities

Cotton futures (Jul) closed in green but trading near 3-month low. We see support at 40700 while resistance is at 42460. We expect it to trade higher towards 43300 if it sustains above 41920. Prices have slipped about 15-18% in last one months as demand for cotton is limited from textile sector in South has taken decision to close 100% mills and stop buying of cotton. Cotton area in ongoing kharif season is lower by 14.7% Y/Y at 31.83 lakh ha Vs 37.34 as on 26th Jun. In Gujarat area is higher by 67% at 5.90 lakh ha but in Maharashtra area is lower by 47.7% to 4.53 lakh ha compared to last year area. As per CAI, Cotton acreage seen rising 12% to 135 lakh ha despite drop in North. In Jun, USDA cut global output by 1.5 million bales and cut 1.0 million bales from India for 2021/22 to 24.5 million bales. However, for 2022/23, the production estimates are 12% higher at 27.5 million bales. Currently, Cotton prices are 68% higher y/y due to lower stocks in the country amid lower production. CAI further lowers cotton crop estimate by more than 8 lakh bales this month to 315.32 lakh bales for 2021-22 season while the MSP is raised by 6.2% y/y in 2022-23 to Rs 6,080 per quintal. Guar seed futures (Jul) continue its downtrend to close 1.4% lower due to profit booking. Currently It is trading at 10-months low levels and expected it to trade sideways to higher towards 5350 if it sustains above 5210 levels. Good monsoon expectations and higher production prospects next season are pressurizing the prices but prices are still higher by about 30% y/y due lower stocks and good export demand. Guar area in Rajasthan is down 64% Y/Y at 37,600 ha compared to 104,000 ha last year. Prices have corrected almost 22% from the 2022 peak despite good exports numbers. Guar gum exports in Apr 2022 higher by 7% y/y at 29,132 tonnes while exports during Jan-Apr 2022 is up by 22% y/y at 79,650 tonnes compared 65275 tonnes last FY. Guar gum exports were down about 20% in last FY compared to previous five-year average of 4 It exports. Castor Seed (Jul) continue to trade in a broad range of 7150-7300 since last one week and close with little changes. We expect it to trade lower towards 7100 levels if it sustains below 7200 levels while the resistance is at 7270 levels. Currently, prices are about 41.6% higher y/y due to slow start to sowing season and lower carry-over stocks. Gujarat kharif area under castor is 16 ha Vs 155 ha last year as per data released by the state agriculture dept. 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 (It). On the export front, castor meal exports in May 2022 up by 49.5% y/y to 31,150 tonnes, while overall exports in first 5-months in 2022 also up by 3% at 1.57 It vs 1.52 It. despite higher export prices by 97% y/y at \$143 per ton compared to \$73 last year. Similarly, castor oil exports in May 2022 were higher by 3.3% y/y at 76300 tonnes despite 43% increase in export prices this season. Exports are down 11.3% y/y to 2.77 It during Jan-May Period.



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

E-mail: smc.care@smcindiaonline.com

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

vandanabharti@smcindiaonline.com
riteshkumarsahu@smcindiaonline.com



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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

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