

COMMODITY DAILY REPORT (AGRI)

15th July, 2019

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (July)	15-Jul-19	3454.40	Up	28.05.19	2220.40	3150.00
Cardamom (Aug)	15-Aug-19	2758.10	Up	14.06.19	2054.10	2650.00
Coriander (July)	19-Jul-19	7113.00	Sideways	12.07.19	7113.00	-
Coriander (Aug)	20-Aug-19	7187.00	Down	17.06.19	7029.00	7250.00
Jeera (July)	19-Jul-19	17535.00	Down	13.06.19	17415.00	18000.00
Jeera (Aug)	20-Aug-19	17795.00	Down	04.06.19	17790.00	18000.00
Turmeric (July)	19-Jul-19	6018.00	Down	28.05.19	6902.00	6250.00
Turmeric (Aug)	20-Aug-19	6732.00	Down	28.05.19	6836.00	6950.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (July)	31-Jul-19	499.90	Sideways	08.07.19	498.30	-
CPO (Aug)	30-Aug-19	501.70	Sideways	08.07.19	500.50	-
Ref. soy oil (July)	19-Jul-19	738.10	Sideways	09.07.19	728.95	-
Ref. soy oil (Aug)	20-Aug-19	730.95	Sideways	09.07.19	723.95	-
RM Seed (July)	19-Jul-19	3894.00	Down	10.06.19	3901.00	3960.00
RM Seed (Aug)	20-Aug-19	3937.00	Down	10.06.19	3884.00	3980.00
Soybean (July)	19-Jul-19	3593.00	Down	03.06.19	3656.00	3740.00
Soybean (Aug)	20-Aug-19	3660.00	Down	03.06.19	3632.00	3740.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor Seed (July)	19-Jul-19	5628.00	Up	01.07.19	5626.00	5450.00
Castor Seed (Aug)	20-Aug-19	5670.00	Up	01.07.19	5698.00	5500.00
Cocud (July)	19-Jul-19	2896.50	Sideways	08.07.19	2876.50	-
Cocud (Aug)	20-Aug-19	2833.50	Down	24.06.19	2766.00	2870.00
Guar seed (July)	19-Jul-19	4345.00	Down	15.04.19	4359.50	4380.00
Guar seed (Aug)	20-Aug-19	4429.50	Up	09.07.19	4440.00	4300.00
Mentha oil (July)	31-Jul-19	1212.20	Down	21.06.19	1269.60	1245.00
Mentha oil (Aug)	30-Aug-19	1227.00	Down	21.06.19	1259.40	1255.00

**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	3393.00	3348.50	1.33
Coriander	Kota	7494.80	7498.00	-0.04
Jeera	Unjha	17459.30	17407.20	0.30
Turmeric	Nizamabad	6444.10	6425.00	0.30

Spices

Turmeric futures (Aug) may continue to face resistance near 6790 levels & the upside may remain capped. The latest statistics show that in Telangana, till now, 85% of sowing has been completed. Demand is seen poor during the monsoon season. Prices are also under pressure ahead of sowing in Erode, another key producer in Tamil Nadu, where sowing will commence from Jul 15. We may again see an upside momentum in Jeera futures (Aug) rising towards 18000 levels. The sentiments are on a strong foot due to steady demand from domestic stockists amid fall in supplies. The arrivals are lower as farmers are hoarding their produce on expectations of better prices. Cardamom futures (Aug) may head towards 3100-3200 on the back of failed crops, deficit monsoon & poor inventories. The crop is 30-40 % less than normal as this year the behavior of monsoon in Kerala is just the opposite of last year wherein the aromatic crop were floated away in massive floods. This year, the South-West monsoon in Kerala has been deficient by an estimated 35%. It is being anticipated that the prices are unlikely to drop even as new produce is expected to hit the market by July. Due to disequilibrium in demand-supply scenario whatever supplies would come, will be procured by the stockiest. Small-scale cardamom farmers are yet to reap the benefits as harvesting of presently cultivated cardamom could be done only by August. Dhaniya futures (Aug) may see lower level buying near 7100-7060 and later gain towards 7300-7400. The overall sentiment for coriander is bullish also because of higher export demand and a smaller crop in the key growing areas of Rajasthan and Gujarat.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO Kandla		491.30	488.80	0.51
RM Seed	Jaipur	4070.25	4061.80	0.21
Refined Soy oil	Mumbai	736.30	733.90	0.33
Soybean	Indore	3642.00	3613.00	0.80

Oilseeds

Soybean futures (Aug) may witness a consolidation in the range of 3635-3720 levels until there is clarity on monsoon over the growing areas during next week. This Kharif season, soybean may be an exception among the other crops that are under threat due to poor monsoon so far. So far sown areas is on just a third of a year-ago area & is hopefully the final acreage would be close to the average area of 11 mln ha. The acreage is likely to rise in coming days due to the prospects of better rains from July onwards. U.S soybean futures (Aug) is expected to continue to take support near \$8.85 a bushel. A softer dollar and USDA making a downward revision by 305 million in output figures to 3.845 billion bushels, may keep the counter steady. Mustard futures (Aug) will probably remain stuck in the consolidation zone of 3920-3945. The upside is being capped by the sluggish demand as the crush margin is negative of Rs.103 per quintal. Day's ahead, crushing is expected to fall more now because of end of peak arrival season. CPO futures (July) is trading near the crucial support of 492 & if it attempts to break, the downside may get extended towards 490-485 levels. The CPO price war between Indonesia and Malaysia might deepen due to the increased supplies of cheaper Indonesian palm oil flooding the market, causing further downward pressure on the Malaysian CPO price. Soy oil futures (Aug) is likely to trade with a positive bias in the range of 728-732. An expectation of a weaker rupee taking support near 68.25 against Dollar may make import costlier & we may see a rebound in this edible oil counter.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2879.25	2879.10	0.01
Cotton	Kadi	21142.45	21154.40	-0.06
Sugar M	Kolkata	3380.95	3395.25	-0.42
Wheat	Delhi	2040.00	2040.00	0.00

Other Commodities

We might see a negative bias in cotton futures (July) as it may trade in the range of 21000-21350 levels. This weakness is mainly due to the bearish trend in the international cotton market which is near to three-year low amid the outlook for big supplies at a time when consumption growth is slowing and American exports are hurting. US President Donald Trump accused China of backsliding on promises to increase purchases of American farm exports. It is reported that the hedge funds are holding their biggest-ever bet that the declines will continue. Back at home, despite lower yields due to scanty rain last year, Gujarat's farmers seem to be banking on cotton this Kharif season. Sowing of cotton in Gujarat is much better than in states such as Maharashtra, Karnataka, Andhra Pradesh and Telangana. Maize futures (Aug) is trading near its lifetime high of Rs.2254 per quintal due to supply tightness. This bullish momentum is likely to prevail and gain 2350 levels, even more than that can be seen on the national bourse. The government allowed another 400,000 tn of maize imports in 2019-20 (Apr-Mar), but this might not help to arrest the uptrend as currently, free-on board prices of Ukrainian non-genetically modified maize are at \$195-\$200 per tn, unviable for Indian importers. Castor seed futures (Aug) may take an attempt to break above 5700 & move higher to test 5750-5800 levels. Prices of castor seed are rising in the key markets of Gujarat due to a fall in its acreage amid rising demand from domestic stockists & exporters. The latest statistic show that the during April-June, India has exported castor meal exports to the tune of 153,596 tons as compared to 41,017 tons during same period last year.

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