

## COMMODITY DAILY REPORT (AGRI)

15th January, 2020

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Jan)	15-Jan-20	3722.20	Down	07.01.20	3885.80	3950.00
Cardamom (Feb)	<b>14-Feb-20</b>	<b>3785.40</b>	<b>Sideways</b>	<b>14.01.20</b>	<b>3785.40</b>	-
Coriander (Jan)	20-Jan-20	6362.00	Down	03.01.20	6671.00	6750.00
Coriander (Apr)	20-Apr-20	6917.00	Down	06.01.20	6829.00	7100.00
Jeera (Jan)	20-Jan-20	15745.00	Sideways	09.01.20	15765.00	-
Jeera (Mar)	20-Mar-20	15335.00	Down	10.12.19	16510.00	16000.00
Turmeric (Mar)	20-Mar-20	6404.00	Down	06.01.20	6276.00	6600.00
Turmeric (Apr)	20-Apr-20	6312.00	Down	06.01.20	6184.00	6550.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Jan)	31-Jan-20	823.60	Up	15.10.19	556.90	810.00
CPO (Feb)	28-Feb-20	826.70	Up	15.10.19	556.00	820.00
Ref. soy oil (Jan)	20-Jan-20	928.20	Down	06.01.20	914.00	940.00
Ref. soy oil (Feb)	20-Feb-20	912.20	Down	06.01.20	914.00	940.00
RM Seed (Jan)	20-Jan-20	4354.00	Down	07.01.20	4463.00	4600.00
RM Seed (Feb)	20-Feb-20	4402.00	Down	07.01.20	4464.00	4600.00
Soybean (Jan)	20-Jan-20	4274.00	Down	06.01.20	4184.00	4350.00
Soybean (Feb)	20-Feb-20	4256.00	Down	06.01.20	4208.00	4400.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Chana (Jan)	20-Jan-20	4453.00	Down	13.01.20	4406.00	4500.00
Chana (Mar)	20-Mar-20	4360.00	Down	08.11.19	4432.00	4535.00
Cocud (Jan)	20-Jan-20	2095.00	Up	19.12.19	2127.00	2085.00
Cocud (Feb)	20-Feb-20	2119.00	Up	19.12.19	2188.00	2095.00
Guar seed (Jan)	20-Jan-20	4126.00	Down	06.01.20	4078.00	4230.00
Guar seed (Feb)	20-Feb-20	4178.00	Down	03.01.20	4166.00	4290.00
Mentha oil (Jan)	31-Jan-20	1283.60	Down	23.12.19	1287.70	1325.00
Mentha oil (Feb)	28-Feb-20	1292.30	Down	23.12.19	1277.30	1315.00

\*\*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	3791.70	3812.80	-0.55
Coriander	Kota	6894.35	6895.00	0.00
Jeera	Unjha	16100.00	16100.00	0.00
Turmeric	Nizamabad	6179.75	6179.75	0.00

**Spices**

Turmeric futures (Mar) is expected to witness a major downside of 6200-6150 levels, if trades below 6300. The reason being the new crop has started arriving in the markets of Nizamabad in Telangana. Against this, the demand is sluggish as the supply is coming from the six-month crop and has a moisture level of 20-30%, as compared to the normal of 7%. Due to delayed fortnight rains & poor weather conditions, the drying of the crop is taking time than usual & increasing the moisture level. The arrivals of finger and bulb varieties in Nizamabad market are fetching Rs.4000-4800 per 100 kg and 4,000 rupees & the old bulb variety is available for Rs.6,000 rupees per 100 kg, while the finger variety is sold for 6,100 rupees, respectively. Jeera futures (Mar) can crash towards 15200-15100 levels. The favourable climatic conditions and improved water availability following good monsoon rains have brightened crop prospects. In Gujarat, the weather conditions are favorable & if remains same for the next ten days then there will be a very good crop. As Per the latest data in Gujarat, there is a 36% rise in area under cultivation of this spice over last year. Overall, the market participants are expecting crop size of about 5 lakh tonnes as compared to 4.1 lakh tonnes in the previous year. Dhaniya futures (Apr) will possibly continue to witness selling pressure in the range of 7000-7050 & correct towards 6800-6750 levels. This season, for coriander the area under cultivation in Gujarat is multiple times higher at 82,105 hectares (29,630 hectares) & weather conditions are favoring the crop's growth.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	826.80	826.80	0.00
RM Seed	Jaipur	4600.00	4600.00	0.00
Refined Soy oil	Mumbai	928.70	932.95	-0.46
Soybean	Indore	4362.00	4451.00	-2.00

**Oilseeds**

Soybean futures (Feb) is likely to consolidate in the range of 4170-4310 levels. The stockiest & exporters are refraining from fresh purchase at such higher levels & waiting for a volatility to cool down. In the present scenario, there is lots of fundamental news impacting the price movement from both the sides. The export of oilmeals has taken a sharp hit as lack of export incentives is hurting the interests of exporters. Mustard futures (Feb) may trade with a downside bias in the range of 4350-4420. The sentiments are bearish as the supply is higher even during the ongoing lean period because of a bigger crop in 2018-19 (Jul-Jun). Further, the oilseeds acreage remained almost at last year's level. The mustard crop will benefit greatly in areas where there has been rain, because this crop will be strengthened by this rain. The latest statistics cited that the progressive area as on 3rd January for the season 2019-20 was 66.62 lh, as compared to 67.03 during the 2018.19 lh 2018-19 season. CPO futures (Jan) may continue to consolidate in the range of 818-830 levels. The decision of restricting imports of RBD Palm Oil and RBD Palmolein may create dis-equilibrium between demand-supply. While, soy oil futures (Feb) may consolidate in the range of 909-922 levels tracking sideways trend of soy oil on CBOT. The reason for this is that traders awaiting the signing of a U.S.-China Phase 1 trade deal on Wednesday that could reopen China's giant market to U.S. agricultural exports. Documents to be released Wednesday will show skeptics that a Phase 1 U.S.-China trade agreement will be fully enforceable, including a pledge by China to refrain from manipulating its currency, U.S. Treasury Secretary Steven Mnuchin said Tuesday. However, U.S. tariffs on Chinese goods would remain in place until an enforceable Phase 2 agreement was reached.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2139.80	2150.00	-0.47
Cotton	Kadi	19600.65	19600.65	0.00
Sugar M	Kolkata	3495.25	3509.50	-0.41
Wheat	Delhi	2350.00	2348.35	0.07

**Other Commodities**

Cotton futures (Jan) is looking bullish & it has the potential to test 20150-20200 levels on the higher side. The exports of cotton from India is gaining momentum due to depreciation in the rupee and prompting Asian buyers such as China, Bangladesh and Vietnam to raise Indian purchases. As per the latest statistics, the balance of 32 lakh bales export shipments are expected to be shipped during the period from 1st January 2020 to 30th September. Regarding international market, ICE cotton futures extended gains for the fifth straight session on Tuesday as investors remained bullish ahead of the much-awaited signing of an interim U.S.-China trade deal. On Monday, U.S. Trade Representative Robert Lighthizer said the translation of the Phase 1 trade agreement had almost been completed and more details would be made public on Wednesday. The trade agreement marks the first step toward ending an 18-month-long trade dispute between the world's two largest economies, which resulted in cotton falling more than 4% in 2019. Chana futures (Mar) is likely to face resistance near 4380-4405 as the selling pressure is about to increase in the spot markets. The new chana crop has started arriving in Kalaburagi, a key market in Karnataka. It also has few takers as higher moisture content of around 20% as compared with the normal moisture content of 7-8%, restricting demand from dal millers and domestic stockiest. Adequate rainfall in the period of Sep-Oct has left enough moisture in the soil required for growing chana. Rain during this time is like nectar for pulses crop and will increase the yield. Guar gum futures (Feb) is expected to trade firm in the range of 7350-7500 levels. The crude prices moving northwards could lead to a surge in exports of guar gum to US in the coming weeks. The industry is expecting to export 330,000 tonnes of guar gum this financial year.

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