

COMMODITY DAILY REPORT (AGRI)

16th August, 2019

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Sept)	15-Sep-19	4100.00	Sideways	07.08.19	3648.00	-
Cardamom (Oct)	15-Oct-19	3310.40	Sideways	07.08.19	4025.40	-
Coriander (Aug)	20-Aug-19	5869.00	Down	22.07.19	6811.00	6400.00
Coriander (Sept)	20-Sep-19	5912.00	Down	22.07.19	6894.00	6450.00
Jeera (Aug)	20-Aug-19	16770.00	Down	02.08.19	17075.00	17450.00
Jeera (Sept)	20-Sep-19	16965.00	Down	02.08.19	17255.00	17750.00
Turmeric (Aug)	20-Aug-19	6850.00	Up	09.08.19	6878.00	6600.00
Turmeric (Sept)	20-Sep-19	6934.00	Up	09.08.19	6960.00	6650.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Aug)	30-Aug-19	554.40	Up	24.07.19	516.40	537.00
CPO (Sept)	30-Sep-19	558.00	Up	24.07.19	508.80	539.00
Ref. soy oil (Aug)	20-Aug-19	759.25	Up	15.07.19	735.00	742.00
Ref. soy oil (Sept)	20-Sep-19	759.15	Up	15.07.19	730.95	742.00
RM Seed (Aug)	20-Aug-19	3947.00	Down	05.08.19	3898.00	3950.00
RM Seed (Sept)	20-Sep-19	3969.00	Down	05.08.19	3927.00	3975.00
Soybean (Aug)	20-Aug-19	3790.00	Sideways	07.08.19	3645.00	-
Soybean (Sept)	20-Sep-19	3672.00	Up	09.08.19	3652.00	3580.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor Seed (Aug)	20-Aug-19	5598.00	Up	31.07.19	5666.00	5500.00
Castor Seed (Sept)	20-Sep-19	5664.00	Up	31.07.19	5734.00	5560.00
Cocud (Aug)	20-Aug-19	3291.00	Up	15.07.19	2859.00	3200.00
Cocud (Sept)	20-Sep-19	3137.00	Down	08.08.19	3012.00	3150.00
Guar seed (Aug)	20-Aug-19	4246.50	Down	22.07.19	4217.50	4350.00
Guar seed (Sept)	20-Sep-19	4355.50	Up	09.08.19	3652.00	4260.00
Mentha oil (Aug)	30-Aug-19	1313.30	Up	15.07.19	1249.00	1275.00
Mentha oil (Sept)	30-Sep-19	1327.40	Up	15.07.19	1232.70	1290.00

**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	4002.30	4083.00	-1.98
Coriander	Kota	6664.55	6773.30	-1.61
Jeera	Unjha	17388.40	17438.40	-0.29
Turmeric	Nizamabad	6781.80	6803.20	-0.31

Spices

Turmeric futures (Sept) is expected to trade sideways in the range of 6850-7050 levels. Turmeric prices were stable on Wednesday. At the Erode Turmeric Merchants Association Salesyard, finger turmeric was sold at Rs.5,639-7,489 a quintal and root variety at Rs.5,299-7,000. At the Regulated Marketing Committee, finger turmeric was sold at Rs.6,000-7,519 and root variety at Rs.5,899-7,101. At the Erode Cooperative Marketing Society, finger turmeric was sold at Rs.6,397-7,456. The root variety was sold at Rs.6,299-7,129. Jeera futures (Sept) is expected to trade with a downside bias in the range of 16800-17100 levels. The sentiments have turned bearish hit as heavy rainfall in the second-largest producer Gujarat have led to hopes of a bigger crop in 2019-20 (Oct-Sep). Dhaniya futures (Sept) is likely to see a consolidation in the range of 5800-6000. In Ramganj, the badami machine clean variety was at 7,300 rupees per 100 kg, while eagle variety was sold at 7,800 rupees. Arrivals in Ramganj were also steady at 4,000 bags (1 bag = 40 kg). Cardamom futures (Sept) is expected to trade in the broader range of 3520-3750 levels. The delay in the new crop and the likely shortage may increase the prices further in the coming days. The sentiments are positive because of severe shortage of crop this season. Devastating floods a year ago and lack of summer rains in the current year have wiped out a significant portion of the spice plantation, which is expected to drag output to a two-decade low of 7,000-8,000 tn, down 30-40% on year and 50% from two year ago.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	545.00	543.80	0.22
RM Seed	Jaipur	4137.00	4126.55	0.25
Refined Soy oil	Mumbai	752.45	754.95	-0.33
Soybean	Indore	3724.00	3691.00	0.89

Oilseeds

Soybean futures (Sept) is likely to recover towards 3700, maintaining support near 3620 levels. This oilseed will be tracking gains of the U.S soybean, falling prey to weather disturbances in key growing regions due to rains, posing a threat on the standing crop. Late planting of the crop in the US this year due to excess rains and flooding in the Midwest is likely to hurt yields. USDA estimated U.S Soybean production at 3.68 billion bushels, down 165 million on lower harvested area. Harvested area is forecast at 75.9 million acres, down 3.4 million from the NASS June Acreage Report led by reductions for Ohio and South Dakota. These States account for almost half of the national reduction. Following the foot steps, any increase in US soybean prices could push up the edible oil prices globally. Additionally, there is news that China is planning to remove soybean oil, rapeseed oil and palm oil from its import tariff quota management. Giving a positive reaction, Malaysian palm oil futures is trading near three-month high & more upside is likely to happen. Referring to the above fundamentals, soy oil futures (Sept) as well as CPO futures (Aug) is expected to take support near 755 & 550 levels respectively. Mustard futures (Sept) may face resistance near 3980 levels. The reason being is that the demand from millers is slowing down amid negative crush margin. Since the beginning of this year, the crushing figure has come down from 9.50 lakhs MT to 5.25 lakhs MT in the month of July. The total stocks with farmers, Govt. on MSP (NAFED & HAFED), processors as well as with stockiest is estimated to be 43.25 lakh tons.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	3149.05	3138.15	0.35
Cotton	Kadi	20054.85	19983.15	0.36
Sugar M	Kolkata	3509.55	3495.25	0.41
Wheat	Delhi	2154.15	2150.00	0.19

Other Commodities

Cotton futures (Aug) is likely to trade sideways in the range of 20580-20700 levels with an upside bias. ICE cotton futures hit a two-week peak on Thursday, gaining for a third straight session, boosted by strong export sales data from the U.S. Department of Agriculture, which highlighted high demand from Bangladesh. The most-active cotton contract on ICE Futures U.S., the second-month December contract, settled up 0.05 cent, or 0.1%, at 59.62 cents per lb. It earlier rose to 60.18 cents a lb, its highest since Aug. 2. The export sales data this morning was big. Sales number from Bangladesh was surprisingly high. Lower prices have increased the appetite for cotton from Bangladesh. The weekly USDA export sales report showed net sales of 329,100 running bales (RB) for 2019-2020 marketing year, primarily to Bangladesh and Vietnam. Guar seed futures (Sept) is expected to stay above the strong support zone near 4315, while guar gum may hold on to 8450 levels. The market participants have a reason to cheer with Argentina recently approving phyto-sanitary protocol to allow import of the commodity from India. Guar gum will help Argentine oil and gas industry replace sand water during drilling of shale oil wells. Castor seed futures (Sept) may trade with an upside bias in the range of 5630-5700 levels. The overall sentiment remains bullish due to a fall in the acreage of the oilseed. The area under the kharif castor seed crop was down 21.9% on year at 189,500 ha in the week ended last Thursday, according to data from the farm ministry. The rising demand from domestic stockists and a fall in the acreage of castor seed have supported the uptrend in spot prices.

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