

COMMODITY DAILY REPORT (AGRI)

10th May, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	30-May-21	1466.75	Sideways	25.04.21	1433.00	-

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (May)	20-May-21	6734.00	Down	25.04.21	6616.00	6950.00
Coriander (June)	18-Jun-21	6812.00	Down	25.04.21	6702.00	7000.00
Jeera (May)	20-May-21	13830.00	Down	01.04.21	14590.00	14400.00
Jeera (June)	18-Jun-21	13995.00	Down	01.04.21	14445.00	14600.00
Turmeric (May)	20-May-21	7518.00	Down	05.04.21	8352.00	8400.00
Turmeric (June)	18-Jun-21	7678.00	Down	05.04.21	8170.00	8600.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (May)	31-May-21	1229.70	Up	05.03.21	1077.70	1090.00
CPO (June)	30-Jun-21	1198.00	Sideways	30.04.21	1109.70	-
Ref. soy oil (May)	20-May-21	1456.80	Up	01.04.21	1275.00	1350.00
Ref. soy oil (June)	18-Jun-21	1422.40	Sideways	25.04.21	1339.60	-
RM Seed (May)	20-May-21	7324.00	Sideways	25.04.21	6754.00	-
RM Seed (June)	18-Jun-21	7341.00	Sideways	25.04.21	6770.00	-
Soybean (May)	20-May-21	7631.00	Sideways	25.04.21	6847.00	-
Soybean (June)	18-Jun-21	7409.00	Sideways	25.04.21	6702.00	-
Castor seed (May)	20-May-21	5170.00	Up	08.03.21	4570.00	5000.00
Castor seed (June)	18-Jun-21	5258.00	Up	20.04.21	5288.00	5150.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (May)	20-May-21	5355.00	Down	25.04.21	5292.00	5600.00
Chana (June)	18-Jun-21	5416.00	Down	25.04.21	5334.00	5650.00
Cotton (May)	31-May-21	21820.00	Down	21.04.21	21430.00	22200.00
Cotton (June)	30-Jun-21	22150.00	Sideways	30.04.21	22170.00	-
Cocud (May)	20-May-21	2524.00	Sideways	25.04.21	2599.00	-
Cocud (June)	18-Jun-21	2614.00	Sideways	25.04.21	2660.00	-
Guar seed (May)	20-May-21	4017.00	Sideways	04.05.21	3985.00	-
Guar seed (June)	18-Jun-21	4093.00	Up	22.04.21	4279.00	4040.00
Guar gum (May)	20-May-21	6027.00	Sideways	25.04.21	6144.00	-
Guar gum (June)	18-Jun-21	6137.00	Sideways	04.05.21	6066.00	-
Rubber (May)	31-May-21	17180.00	Sideways	22.01.21	15362.00	-
Rubber (June)	30-Jun-21	17594.00	Sideways	22.01.21	15131.00	-

**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	1350.00	1385.00	-2.53%
Coriander	Kota	6921.60	6921.60	0.00%
Jeera	Unjha	14054.60	14054.60	0.00%
Turmeric	Nizamabad	7600.00	7600.00	0.00%

Spices

Turmeric futures (June) is expected to trade with a downside bias & witness a steep fall towards 7200. Most of the major mandis are shut due to lockdown restriction in the respective states. Even the purchasing of turmeric has slowed down in Nizamabad as the Market Yard only functions on alternate days. It is reported that many commission agents have also contracted Covid-19, further delaying the process. The farmers of Nizamabad have not been receiving payments from commission agents at the District Agricultural Market Yard for a while now. Jeera futures (June) is expected to remain in negative zone, facing resistance near 14100-14150, while the downside still remains for 13800-13600. The second wave of Covid-19 infections has penetrated India's rural pockets of Gujarat. Amid the continued increase in COVID-19 cases the state government, decided to extend the lockdown in major cities till May 12. The major spices are showing downtrend in prices over amidst fears of extension of lockdown, causing demand destruction. As a result, farmers will flood the markets with their produces when they resume trading. This could further squeeze the prices following a sharp jump in supplies within a relatively short time. Dhaniya futures (June) will probably remain trapped in consolidation zone in the range of 6700-6900. Ever since the second wave of the pandemic hit the country, the purchasers, who are mostly from Gujarat, Uttar Pradesh, Rajasthan and Delhi, have been struggling to pay the commission agents. With purchasers not paying them, local commission agents can't pay the farmers. Rajasthan government has extended the lockdown till May 17 since the number of coronavirus cases are rising exponentially.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1247.30	1248.40	-0.09%
RM Seed	Jaipur	7436.75	7369.75	0.91%
Refined Soy oil	Mumbai	1460.00	1420.00	2.82%
Soybean	Indore	7779.00	7758.00	0.27%

Oilseeds

Soybean futures (June) trend is bullish & in days to come, we can see 7500-7550 levels supported by shrinking supplies in the spot markets amid a surge in demand from oil millers. Reports of insufficient certified soybean seeds for sowing in the upcoming kharif season also propped up the prices. In US, initial estimates show that this year it will be the third tightest planted acreage on record. The reason is soybeans has surged only 22% since the start of 2021 but it has still staged historic losses relative to corn with 56%. New-crop soybean-corn ratio over the last month has plunged 11% to 2.24, levels that have not been seen since 2019. Soy oil futures (June) is expected to continue its one sided bull run & see new high's of 1430-1435, similarly CPO futures (May) can see higher levels of 1240-1245. On CBOT, U.S soy oil is witnessing unbeatable rally due to its competitive price, against the price for sunflower and palm oil, combined with the potential growth in demand for biofuels. The fears of export quotas by Russia and Ukraine is boosting sunflower oil prices, while weather concerns in South America, tight US supplies and strong Chinese demand is also fueling the gains. Malaysian palm oil futures climbed to 13 year high, as tightening edible oil supplies across the world. RM Seed futures (June) will also probably follow the bullish course of oilseeds complex & test 7400-7450. Crushing of mustard seed by oil millers jumped 84.6% on year to 1.2 mln tn in April. The millers are crushing at an increased pace, while on the contrary the supplies are becoming constraint. Even the carryover stocks are at merely at 1 lakh ton.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2750.00	2750.45	-0.02%
Cotton	Kadi	22230.05	22086.60	0.65%
Chana	Delhi	5418.05	5450.00	-0.59%
Wheat	Delhi	1879.65	1879.75	-0.01%

Other Commodities

Cotton futures (May) is expected to trade with a positive bias in the range 21700-21900. The Committee on Cotton Manufacturing and Consumption expects manufacturing in the present season to be at 360 lakh bales, exports within the present season to be at 70 lakh bales and consumption by textile mills at 288 lakh bales. ICE cotton hit is trading above 90 cents on concerns that that US is not going to grow as much cotton as we need for next year, as other key grains are paying better. Rubber futures (May) is likely to show bullish moves towards 18000-18400, as soon as it breaks the previous high of 17600. There is expected improved demand from Europe and the US where economic activities are improving quickly. Despite the resumption of tapping by the second half of May in major producing countries, supply may be constrained by factors such as labour shortage in Thailand and Malaysia owing to COVID-related travel restrictions. Increased demand for rubber gloves and packaging tapes during the pandemic has resulted in tightening of natural rubber supply. RSS4 was quoted steady at Rs.168.00 per kg by traders and the Rubber Board. Chana futures (June) may trade sideways within 5370-5470. There is lack of cues from the spot markets because of COVID-led restrictions across the country. Supply is hit as most mandis are shut due to mini lockdowns and self-imposed lockdowns by traders in most states in the country. Demand for pulses seems not to be strong to lift up the prices as unlike last year, the government will not be distributing pulses as part of the PM-GKAY and the scheme will comprise only cereals such as wheat and rice.

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



Moneywise. Be wise.

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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