

COMMODITY DAILY REPORT (AGRI)

24th January, 2024

SPICES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Coriander (Apr)	19-04-2024	7957.33	8040.67	8093.33	8176.67	8229.33	Up
Coriander (May)	19-05-2024	8040.00	8040.00	8040.00	8040.00	8040.00	Up
Jeera (Mar)	19-03-2024	25643.33	26016.67	26238.33	26611.67	26833.33	Down
Jeera (Apr)	19-04-2024	23735.00	24410.00	25175.00	25850.00	26615.00	Down
Turmeric (Apr)	19-04-2024	14688.67	15143.33	15370.67	15825.33	16052.67	Up
Turmeric (Jun)	20-06-2024	15139.33	15408.67	15543.33	15812.67	15947.33	Up

OILSEEDS

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Castor seed (Feb)	20-02-2024	5621.67	5707.33	5755.67	5841.33	5889.67	Down
Castor seed (Mar)	20-03-2024	5611.33	5680.67	5719.33	5788.67	5827.33	Up

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Kapas(Apr)	30-04-2024	1519.67	1526.33	1534.17	1540.83	1548.67	Sideways
Cocud (Feb)	20-02-2024	2536.67	2565.33	2614.67	2643.33	2692.67	Down
Cocud (Mar)	19-03-2024	2579.67	2602.33	2641.67	2664.33	2703.67	Down
Guar seed (Feb)	20-02-2024	5273.67	5339.33	5431.67	5497.33	5589.67	Down
Guar seed (Mar)	19-03-2024	5307.33	5382.67	5475.33	5550.67	5643.33	Down
Guar gum (Feb)	20-02-2024	10062.33	10250.67	10520.33	10708.67	10978.33	Down
Guar gum (Mar)	19-03-2024	10288.33	10449.67	10673.33	10834.67	11058.33	Down
Mentha Oil (Jan)	31-01-2024	895.13	900.87	909.73	915.47	924.33	Down
Mentha Oil (Feb)	29-02-2024	909.07	914.33	922.67	927.93	936.27	Down

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

SPICES

Turmeric prices have experienced a significant increase, reaching the daily price limit on the upside at 6% and prices breached the level of 15500 level for the April contract at NCDEX. The primary factor contributing to the price increase is the delayed harvesting in Telangana and lower production prospects. The spot prices of turmeric have surged up at most trading centers across India, with notable differences reported, such as 13025 at the Erode market and 12220 at the Nizamabad market. Turmeric prices have surged by approximately 23% in the last 7 trading sessions, reflecting a changing outlook for production with increased exports demand. There is an expectation of a significant year-on-year (Y-o-Y) production drop in the range of 15% to 20% for the year 2024-25. **Turmeric prices may move towards the next resistance levels of 15900/16800 in the near term. Support is anticipated near 14600/14200 in the near term.**

Jeera futures rose on improved export prospects at prevailing levels. Seasonal festive buying are expected to increase in coming weeks that is likely to support firmness prices in near term. Gains are likely to be limited in expectations of a bumper crop. Production for the year 2024-25 is likely to be increased by around 30% year-on-year, with a substantial rise in cultivation area. **Jeera prices are likely to trade in range of 25000-32000.**

Dhaniya prices are likely to trade on positive bias with increased exports demand. Weaker production outlook and emerging demand in local market is likely to help prices to trade on positive bias. Gains are likely to be limited in wake of commencement of new crop season in March. **Dhaniya prices are likely to trade in range of 7900-8400.**

OTHER COMMODITIES

Mentha oil prices are likely to trade down on muted domestic buying. Reports of tumbling exports of menthol and mentha oil will drag the prices down further. The export of menthol and mentha oil from India witnessed a decline of 15.9 % Y-o-Y to 7.3 thousand tonnes and 19% Y-o-Y to 1.06 thousand tonnes, respectively, during the period from April 2023 to October 2023. However, shrinking supplies and expectation of fall in area under mentha is likely to cap the losses. **Mentha oil is likely to trade in range of 895-930.**

Castor seed prices are expected to trade sideways to higher with shrinking supplies in the market. However, gains are likely to be limited due to muted export enquires of castor oil, meal that will keep crushing activities slower in coming days, and impact of the same is likely to be seen on castor seed prices. **Castor seed prices are likely to trade in range of 5500-5900 levels.**

Cotton prices are expected to trade higher due to lower production estimates in India. Cotton production may decline by around 8 per cent to 294.10 lakh bales in the 2023-24 seasons according to the Cotton Association of India (CAI). Pace of cotton arrivals have slowed down as about 1.78 lakh bales arrived on 23 Jan'24 wherein cumulative arrivals reached at 127 lakh bales so far in year 2023-24. **Cotton MCX prices are likely to trade in range of 55500-57000. Similarly, Kapas Apr'24 futures are likely to trade in range of 1510-1560 level.**

Guar seed futures are likely to trade mixed to down due to demand concerns. Sluggish demand of guar meal and higher stocks in the market is likely to keep prices under pressure. Anticipation of rising seasonal demand for guar meal is expected to maintain higher crushing demand for guar seed in the upcoming weeks that will cap the excessive fall. India has exported about 16.9 thousand tonnes of guar meal in Oct'23 as compared to 9 thousand tonnes of previous year, higher by 87% Y-o-Y. The overall production of guar seed has reportedly decreased by 11%-13% Year-on-Year in the year 2023-24. This reduction in production has resulted in tighter inventory levels for millers. Reports of an increase in the export of guar gum are likely to support prices. India exported about 23 thousand tonnes of guar gum, compared to 21.5 thousand tonnes in the previous year. **Guar seed prices are expected to find support around 5200, with resistance seen at 5600. Similarly, Guar gum prices are likely to find support around 10000, with resistance observed at 10800.**

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