

COMMODITY DAILY REPORT (AGRI)

11th January, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	29-Jan-21	1188.25	Sideways	27.11.20	1183.25	-

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (Jan)	20-Jan-21	5744.00	Down	02.11.20	6686.00	6020.00
Coriander (Apr)	20-Apr-21	6096.00	Down	02.11.20	6752.00	6400.00
Jeera (Jan)	20-Jan-21	12680.00	Down	26.11.20	13995.00	13500.00
Jeera (Mar)	19-Mar-21	13135.00	Down	26.11.20	13785.00	13700.00
Turmeric (Apr)	20-Apr-21	6020.00	Sideways	05.01.21	6018.00	-
Turmeric (May)	20-May-21	6070.00	Sideways	18.11.20	5840.00	-

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Jan)	29-Jan-21	987.40	Up	10.12.20	909.30	950.00
CPO (Feb)	26-Feb-21	985.60	Up	10.12.20	914.10	950.00
Ref. soy oil (Jan)	20-Jan-21	1181.90	Up	10.12.20	1065.50	1140.00
Ref. soy oil (Feb)	19-Feb-21	1173.80	Up	10.12.20	1072.30	1130.00
RM Seed (Jan)	20-Jan-21	6357.00	Up	23.12.20	5631.00	6000.00
RM Seed (Feb)	19-Feb-21	6153.00	Up	23.12.20	5531.00	5800.00
Soybean (Jan)	20-Jan-21	4609.00	Up	23.12.20	4491.00	4435.00
Soybean (Feb)	19-Feb-21	4626.00	Up	23.12.20	4478.00	4430.00
Castor seed (Jan)	20-Jan-21	4422.00	Down	26.11.20	4654.00	4550.00
Castor seed (Feb)	19-Feb-21	4476.00	Down	26.11.20	4618.00	4560.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Jan)	20-Jan-21	4517.00	Sideways	04.01.20	4560.00	-
Chana (Mar)	19-Mar-21	4554.00	Sideways	04.01.20	4635.00	-
Cotton (Jan)	29-Jan-20	21090.00	Sideways	21.12.20	20300.00	-
Cotton (Feb)	26-Feb-21	21340.00	Sideways	21.12.20	20020.00	-
Cocud (Jan)	20-Jan-21	2065.00	Sideways	04.01.20	2087.00	-
Cocud (Feb)	19-Feb-21	2090.00	Sideways	04.01.20	2117.00	-
Guar seed (Jan)	20-Jan-21	3899.00	Down	18.11.20	3945.00	4065.00
Guar seed (Feb)	19-Feb-21	3949.00	Down	18.11.20	3987.00	4085.00
Mentha oil (Jan)	29-Jan-20	996.20	Up	17.11.20	998.90	985.00
Mentha oil (Feb)	26-Feb-21	1004.30	Up	17.11.20	994.40	980.00

**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	1690.00	1707.50	-1.02
Coriander	Kota	6000.00	6000.00	0.00
Jeera	Unjha	13100.00	13025.00	0.58
Turmeric	Nizamabad	5637.50	5623.85	0.24

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	997.80	1000.50	-0.27
RM Seed	Jaipur	6603.55	6600.00	0.05
Refined Soy oil	Mumbai	1236.55	1238.10	-0.13
Soybean	Indore	4633.00	4646.00	-0.28

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2115.00	2116.35	-0.06
Cotton	Kadi	20837.65	20864.90	-0.13
Chana	Delhi	4518.90	4480.00	0.87
Wheat	Delhi	1922.50	1918.35	0.22

Spices

Turmeric futures (Apr) is expected to trade with a positive bias in the range of 5960-6080. The spot turmeric prices are mostly steady since past week, across major mandis in India. The demand is expected to pick up only in February when the new crop hits the market. In Erode, the benchmark market, the bulb variety is being sold at 5,500-5,700 rupees per 100 kg, and the finger variety at 6,000-6,200 rupees. Arrivals are being pegged at 2,700 bags (1 bag = 65 kg). Jeera futures (Mar) may witness consolidation in the range of 13000-13200. The upside may remain capped due to slowdown in demand from bulk buyers and slight increase in arrivals. In Unjha, the benchmark market in Gujarat, arrivals are pegged at 5,000 bags (1 bag = 55 kg). Demand from domestic and overseas buyers has reduced as they wait for new crop arrivals. New crop jeera is expected to hit spot markets in February. However, one factor that may prevent the counter from sharp fall is that during 2020-21 jeera acreage in Gujarat shrank nearly 1% to 4.66 lakh hectares from 4.71 lakh hectares a year ago. Dhaniya futures (Apr) will probably trade with a downside bias in the range of 6000-6150. Increased arrivals of cold-quality coriander is being seen in the mandis, Even demand from the local millers is barely getting registered. The recent showers have been reportedly beneficial for the crops. In the present scenario, the skies have cleared up in the producing regions of Rajasthan and arrivals also improved in the Ramganj mandi along with Kota and Baran mandi.

Oilseeds

Soybean futures (Feb) may trade with a bearish bias in the range of 4450-4650. The reason being is the fears that demand for soymeal from the poultry industry could falter due to the bird flu outbreak in four states - Madhya Pradesh, Rajasthan, Himachal Pradesh and Kerala. The bull run of edible oil counters is expected to see a pause and face resistance as several bearish news have emerged in the international market in recent days, which may cap the upside. It is reported that Malaysia will delay the nationwide rollout of its B20 palm oil biodiesel mandate to early 2022 to prioritise an economy that has been battered by the COVID-19 pandemic. The Indonesian Palm Oil Association (GAPKI) said government plans to roll out a B40 mandate that would require a 40% palm oil mix in domestic diesel could be delayed beyond the end of 2022. Back at home, it is seen that robust physical demand of these vegetable oils have taken a back seat due to higher prices and market participants are waiting for the prices to cool down. Recently, the India's Solvent Extractors' Association (SEA) said India's palm oil consumption is projected to be negative 2% in the 2020/2021 marketing year. Saying this, soy oil futures (Feb) may remain below 1190 and CPO futures (Jan) is expected to face resistance near 1004 levels, respectively. RM Seed futures (Feb) is expected to continue trade with a positive bias in the range of 6000-6200. The reason being is that only 4 lac MT of stocks left in the market, out of the total crop of 74 lac MT (including carryover inventories).

Other Commodities

Cotton futures (Jan) may witness correction towards 20900-20800, facing resistance near 21150. The Cotton Association of India has increased its cotton crop estimate for the 2020-21 season by 2.50 lakh bales to 358.50 lakh bales of 170 kgs each from its previous estimate of 356 lakh bales each made during last month. Domestic Consumption has now been estimated by the CAI at 330 lakh bales i.e. at the same level as estimated previously. The CAI has estimated exports for the season at 54 lakh bales. The carry-over stock at the end of the cotton season 2020-21 is estimated by the CAI at 113.50 lakh bales. On the international market, the market participants will remain in wait and see mode with the USDA's crop production, quarterly Stocks, and WASDE reports next week. Guar seed futures (Feb) is likely to trade sideways in the range of 3850-3950, while guar gum futures (Feb) may continue to consolidate in the range of 5950-6050. According to sources, guar gum split millers were not producing the product due to price disparity. There was limited availability of gum split. But powder manufacturers were buying split regularly. It shows they are getting export orders or they expect orders. There is positive feeling after gain in crude oil prices in international market. Better crude oil prices will boost higher production which is positive for guar gum and seed. Higher prices in Jaipur shows better demand of FH grade guar gum. Mentha oil futures (Jan) is expected to witness rally towards 1005-1010. The oral care, pharmaceutical and confectionary companies are likely to increase the purchase of mentha oil in the coming quarter which will take exports close to pre-Covid levels.

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