

COMMODITY DAILY REPORT (AGRI)

8th January, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	29-Jan-21	1182.50	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	5732.00	Down	02.11.20	6686.00	6020.00
Coriander (Apr)	20-Apr-21	6046.00	Down	02.11.20	6752.00	6400.00
Jeera (Jan)	20-Jan-21	12650.00	Down	26.11.20	13995.00	13500.00
Jeera (Mar)	19-Mar-21	13030.00	Down	26.11.20	13785.00	13700.00
Turmeric (Apr)	20-Apr-21	5988.00	Sideways	05.01.21	6018.00	-
Turmeric (May)	20-May-21	6100.00	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	1187.40	Up	10.12.20	1065.50	1140.00
Ref. soy oil (Feb)	19-Feb-21	1180.20	Up	10.12.20	1072.30	1130.00
RM Seed (Jan)	20-Jan-21	6313.00	Up	23.12.20	5631.00	5670.00
RM Seed (Feb)	19-Feb-21	6107.00	Up	23.12.20	5531.00	5530.00
Soybean (Jan)	20-Jan-21	4569.00	Up	23.12.20	4491.00	4435.00
Soybean (Feb)	19-Feb-21	4583.00	Up	23.12.20	4478.00	4430.00
Castor seed (Jan)	20-Jan-21	4402.00	Down	26.11.20	4654.00	4550.00
Castor seed (Feb)	19-Feb-21	4464.00	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	4468.00	Sideways	04.01.20	4560.00	-
Chana (Mar)	19-Mar-21	4504.00	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	2079.00	Sideways	04.01.20	2087.00	-
Cocud (Feb)	19-Feb-21	2105.00	Sideways	04.01.20	2117.00	-
Guar seed (Jan)	20-Jan-21	3887.00	Down	18.11.20	3945.00	4065.00
Guar seed (Feb)	19-Feb-21	3937.00	Down	18.11.20	3987.00	4085.00
Mentha oil (Jan)	29-Jan-20	993.20	Up	17.11.20	998.90	985.00
Mentha oil (Feb)	26-Feb-21	999.80	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	1707.50	1752.50	-2.57
Coriander	Kota	6000.00	6032.50	-0.54
Jeera	Unjha	13025.00	12975.00	0.39
Turmeric	Nizamabad	5623.85	5631.25	-0.13

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1000.50	1009.50	-0.89
RM Seed	Jaipur	6600.00	6600.00	0.00
Refined Soy oil	Mumbai	1238.10	1237.90	0.02
Soybean	Indore	4646.00	4734.00	-1.86

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2116.35	2126.55	-0.48
Cotton	Kadi	20864.90	20795.85	0.33
Chana	Delhi	4480.00	4490.00	-0.22
Wheat	Delhi	1918.35	1914.65	0.19

Spices

Turmeric futures (Apr) is expected to trade sideways in the range of 5900-6000. After coronavirus, immunity has been one of the most searched keywords in 2020. To fight the deadly virus, keeping our resistance strong has been top priority for people across the world and turmeric has proven to be the powerful immunity booster. Hence, the demand for this yellow spice has been steady and offsetting the bearish factor of higher carryover stocks. Jeera futures (Apr) may consolidate in the range of 12600-12800 taking negative cues from the spot market. Rabi sowing in Gujarat continues in a steady manner as the season progresses. Jeera acreage in Gujarat for the 2020-21 season as on 28th December is 4,64,469 hectares as compared with 4,35,657 hectares last year and even higher than the three year average of 4,06,141 hectares in the state. A slowdown in export demand amid ample carryover stocks is likely to weigh on prices. The demand from domestic stockists has also reduced as the market awaits arrivals of new crops. Meanwhile, brightened sowing prospects this year has also further weakened the prices. Dhaniya futures (Jan) may consolidate in the range of 5700-5900. The Rajasthan mandis are witnessing higher arrivals of new crop, and are being quoted as per its moisture content. Rising arrivals have stalled the rise in old stocks and spice millers demand is weak. Exporters are on a wait and watch mode as demand in January is expected to be low due to covid situation continuous to hamper the demand in the middle east. Gujarat agriculture department showed that Coriander sowing was strong and nearly 69% up with 138,372.00 hectares against the sown area of 2020-21 which was 82,105.00 lakh hectares in 2019-20 as on 4th Jan, 2021.

Oilseeds

Soybean futures (Jan) is expected to trade sideways in the range of 4520-4600. U.S soybeans fell on Thursday as the market took a breather after concern over dry weather in South America and export disruption in Argentina pushed prices to their highest in more than six years. A bounce in the dollar after two-year lows against other major currencies encouraged grains to consolidate. Secondly, U.S Soybeans Net weekly export sales of 37,000 MT for 2020/2021--a marketing-year low--were down 95 percent from the previous week and 94 percent from the prior 4-week average. Soyoil futures (Jan) is expected to trade sideways in the range of 1170-1190, while CPO futures (Jan) may trade sideways in the range of 970-995 respectively. Malaysian palm oil futures fell on Thursday, a day after hitting near 10-year highs on larger-than-expected increase in Indonesian inventories and concerns over a delay of its biodiesel programme. The benchmark palm oil contract for March delivery on the Bursa Malaysia Derivatives Exchange closed down 60 ringgit, or 1.55%, to 3,817 ringgit (\$945.97) a tonne. Prices on the Chicago Board of Trade fell 1.4%. Dalian's most-active soyoil contract rose 1.3%, while its palm oil contract gained 2%. RM Seed futures (Jan) will probably with a positive bias in the range of 6300-6400. It is being reported that cold wave in north India led to damage mustard in some districts of Rajasthan and Madhya Pradesh. The oilseed crop is affected in Kota, Alwar, Bharatpur and Sikar districts of Rajasthan and Mandsaur district of Madhya Pradesh. Heavy damage was reported in early crop of mustard seed as mustard grain was developing in the crop which irreversibly damaged. Additionally, the millers and processors are buying the oilseed regularly for their need as mustard seed stock was depleting.

Other Commodities

Cotton futures (Jan) is expected to trade sideways to up in the range of 21000-21300 levels, taking positive cues from international market. ICE cotton futures climbed above the 80-cent level for the first since December 2018, helped by fund buying and a sagging U.S. dollar. The production in the last WASDE report was significantly reduced, and there are expectations that the USDA will reduce a little bit more. Demand has held up really strong and that's bringing ideas of reduced ending stocks estimate. Guar seed futures (Jan) may consolidate in the range of 3850-3920, while guar gum futures (Jan) may trade sideways in the range of 5900-6000 levels, respectively. Market sentiments improved today in spot guar gum and seed in Rajasthan, Haryana and Gujarat. Although, spot traders remained clueless about market direction but increase in future contracts showed positive move after optimism about economic recovery amid vaccine launch in India and abroad. Jodhpur buyers were ready to buy gum with premium of Rs. 50 per quintal over January contract price. Although, total gum remained limited at 400 MT in all over the country. Guar gum split gain Rs. 110 to Rs. 6100 per quintal in Jodhpur. Millers also increased seed buying prices by Rs. 45 per quintal. Mentha oil futures (Jan) is likely to take support around 980 and rebound to witness upside momentum, supported by strong fundamentals on the demand side. 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. The European and US markets will open in the first week of January and then exporters are expecting new orders. Chinese buying will simultaneously pick up. Cold weather in US and Europe will boost sale of mentha oil which is used in cold-relief medicines, pain relief balms and oils.

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

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd.) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities/commodities market.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject commodity.

DISCLAIMER: This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions.

Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the commodity thereof, mentioned here in or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodities discussed herein(c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.