

COMMODITY DAILY REPORT (AGRI)

22nd February, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	26-Feb-21	1200.50	Sideways	27.11.20	1183.25	-

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (Apr)	20-Apr-21	6532.00	Up	09.02.21	6528.00	6350.00
Coriander (May)	20-May-21	6570.00	Up	09.02.21	6508.00	6350.00
Jeera (Mar)	19-Mar-21	13625.00	Up	09.02.21	13360.00	13000.00
Jeera (Apr)	20-Apr-21	13575.00	Up	09.02.21	13290.00	12900.00
Turmeric (Apr)	20-Apr-21	7510.00	Up	11.01.21	6198.00	7000.00
Turmeric (May)	20-May-21	7542.00	Up	11.01.21	6174.00	7000.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Feb)	26-Feb-21	1040.20	Sideways	28.01.21	960.30	-
CPO (Mar)	31-Mar-21	1027.50	Sideways	19.01.21	924.00	-
Ref. soy oil (Mar)	19-Mar-21	1142.80	Sideways	28.01.21	1094.80	-
Ref. soy oil (Apr)	20-Apr-21	1134.20	Sideways	28.01.21	1101.60	-
RM Seed (Apr)	20-Apr-21	5287.00	Up	04.02.21	5118.00	5200.00
RM Seed (May)	20-May-21	5294.00	Sideways	19.02.21	5294.00	-
Soybean (Mar)	19-Mar-21	4863.00	Up	23.12.20	4491.00	4630.00
Soybean (Apr)	20-Apr-21	4836.00	Up	23.12.20	4478.00	4630.00
Castor seed (Mar)	19-Mar-21	4350.00	Down	26.11.20	4654.00	4470.00
Castor seed (Apr)	20-Apr-21	4408.00	Sideways	17.02.21	4424.00	-

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Mar)	19-Mar-21	4686.00	Up	02.02.21	4573.00	4520.00
Chana (Apr)	20-Apr-21	4685.00	Up	02.02.21	4579.00	4500.00
Cotton (Feb)	26-Feb-21	21560.00	Up	04.02.21	21240.00	21000.00
Cotton (Mar)	31-Mar-21	21890.00	Up	04.02.21	21500.00	21300.00
Cocud (Mar)	19-Mar-21	2322.00	Up	04.02.21	2190.00	2160.00
Cocud (Apr)	20-Apr-21	2347.00	Up	04.02.21	2167.00	2145.00
Guar seed (Mar)	19-Mar-21	3874.00	Down	18.11.20	3945.00	4065.00
Guar seed (Apr)	20-Apr-21	3920.00	Down	18.11.20	3987.00	4085.00
Gur (Mar)	19-Mar-21	1094.00	Sideways	22.01.21	1084.00	-
Gur (Apr)	20-Apr-21	1132.00	Sideways	22.01.21	1078.50	-
Mentha oil (Feb)	26-Feb-21	962.70	Sideways	19.01.21	982.90	-
Mentha oil (Mar)	31-Mar-21	955.10	Sideways	18.11.21	977.80	-
Rubber (Feb)	26-Feb-21	16184.00	Sideways	22.01.21	15131.00	-
Rubber (Mar)	31-Mar-21	16468.00	Sideways	22.01.21	15362.00	-

**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	1530.00	1522.50	0.49
Coriander	Kota	6275.00	6329.15	-0.86
Jeera	Unjha	13229.40	13233.40	-0.03
Turmeric	Nizamabad	7156.25	7175.00	-0.26

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1037.60	1036.10	0.14
RM Seed	Jaipur	6275.00	6429.15	-2.40
Refined Soy oil	Mumbai	1149.95	1151.65	-0.15
Soybean	Indore	5050.00	5080.00	-0.59

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2375.35	2373.95	0.06
Cotton	Kadi	21512.95	21465.15	0.22
Chana	Delhi	4674.05	4707.15	-0.70
Wheat	Delhi	1889.15	1900.00	-0.57

Spices

Turmeric futures has witnessed a correction of about 9% after making a two year high at 7990 owing to profit booking from higher levels and selling pressure created by fresh arrivals. The new crop arriving from Nizamabad and is likely to continue till March. Some small quantities are also seen arriving in Erode and Sangli. However, the upside journey is still not finished yet as mismatch in demand-supply may keep the counter stable in range of 7450-7650. The output is likely to decline 10-15% in 2020-21 (Jul-Jun) and production may stand at 7.5 million bags (1 bag = 65 kg), compared with 8.5 million bags the previous year. Taking into account, the opening stock of 2.7 million bags in 2020-21, total supply is seen at 10.2 million bags. The average annual demand for the spice, including domestic and export, is projected at 8.5 million bags. Carry-forward stock for the next season is estimated at 1.7 million bags, the lowest in the past three years. After a long phase of correction, jeera futures (Mar) clocked 2 months high at 13900 supported by lower level buying. Going ahead, this upside momentum is likely to sustain & trade in the range of 13550-13850. The focus has shifted to the arrivals of the new crop, though demand conditions remain supportive. The crop size of the leading producing state Gujarat could be lower given the trends in sowing. Dhaniya futures (Apr) is expected to trade with a positive bias in the range of 6450-6550. On the spot markets, traders expect demand to rise in the view of reducing moisture content in coriander. Baran and Kota mandi are witnessing buying orders from spice millers of Madhya Pradesh, Karnataka, Tamil Nadu and Maharashtra.

Oilseeds

Soybean futures (Mar) is expected to take a U-turn from the five year high at 4935 and slide towards 4700 owing to profit booking and slight change in fundamentals on the supply side in the international market. U.S soybean is expected to be at 90 million acres, up 8.5% year on year (September-August) on the back of high prices, according to the USDA's outlook forum. US soybean average price in 2021-22 is likely at \$11.25/bu, up 10 cents year on year. As a result, the soybean farmers are expected to increase their planted area, at the expense of other crops, such as cotton. Soy oil futures (Mar) may not be able to surpass 1160. Lack of demand in the spot market at current levels and soy oil on CBOT facing resistance near 47.64 can attract selling sentiments from the market participants. The rally of CPO futures (Mar) will possibly take a pause, face resistance near 1050. Malaysian palm oil futures fell to a one-week low on fears of lower demand and as Malaysia raised its reference price for March export tax. Malaysia maintained its March export tax for crude palm oil at 8% but raised the reference price to 3,977.36 ringgit per tonne, a circular on the Malaysian Palm Oil Board website showed. RM Seed futures (Apr) is also expected to witness a consolidation in the range of 5250-5350. The expectations of arrivals of fresh crop to start hitting spot markets in full swing may pressurize the prices. Farmers are in a hurry to harvest their crop to fetch better returns as current market prices are higher on year.

Other Commodities

Cotton futures on MCX recorded a two year high at 21650 on the same lines of the international market, wherein ICE Cotton prices edged higher, holding near a two and a half year peak on hopes of firmer demand. We may see that demand to rise from here on once Chinese come back from the Lunar holiday, if so happened then that will be a good indicator as well. Back a home, the Cotton Association of India has estimated that consumption is now expected to reach the pre-lockdown level of 330 bales during the 2020-21 season. It is expected that the March contract can further witness an extended rally till 21650, taking support near 21450. The sentiments have turned bearish for guar complex as the export demand for guar gum is invisible, despite brent crude oil reaching \$65 a barrel, highest since January 2020. Moreover, requirement from millers for guar seed have noticeably reduced as production of guar gum is not being profitable at current prices, so they have reduced the plant operating capacity. This week, selling is being recommended in guar seed (Mar) near 3900, eyeing 3800 level. Similarly, guar gum (Mar) is looking bearish till 6050, facing resistance near 6200. Chana futures (Mar) is expected to trade range bound within 4630-4730. Unseasonal rains and hailstorms lashing part of Eastern Madhya Pradesh are affecting the ready-to-harvest crop. The Agriculture Ministry expects the chana crop to be about 11.5 million tonnes (mt) for 2020-21 season (July-June). However, India's chana output in 2020-21 (Jul-Jun) is seen lower at 9.6 mln tn, according to the poll by Informist. A clearer picture on the crop size would emerge by March-end when the harvest at Madhya Pradesh and Rajasthan is over.

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