

COMMODITY DAILY REPORT (AGRI)

6th September, 2019

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Sept)	13-Sep-19	2760.00	Down	19.08.19	3316.80	2900.00
Cardamom (Oct)	15-Oct-19	2641.40	Down	19.08.19	3074.00	2700.00
Coriander (Sept)	20-Sep-19	6050.00	Down	22.07.19	6894.00	6200.00
Coriander (Oct)	18-Oct-19	6188.00	Down	22.07.19	6811.00	6300.00
Jeera (Sept)	20-Sep-19	16980.00	Down	02.08.19	17255.00	17400.00
Jeera (Oct)	18-Oct-19	17090.00	Down	02.08.19	17075.00	17250.00
Turmeric (Sept)	20-Sep-19	6512.00	Down	22.08.19	6804.00	6650.00
Turmeric (Oct)	18-Oct-19	6650.00	Down	22.08.19	6886.00	6850.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Sept)	30-Sep-19	556.80	Down	05.09.19	556.80	569.00
CPO (Oct)	31-Oct-19	560.00	Down	05.09.19	560.00	572.00
Ref. soy oil (Sept)	20-Sep-19	749.40	Up	15.07.19	730.95	748.00
Ref. soy oil (Oct)	18-Oct-19	751.40	Up	15.07.19	735.00	748.00
RM Seed (Sept)	20-Sep-19	3886.00	Down	05.08.19	3927.00	3980.00
RM Seed (Oct)	18-Oct-19	3967.00	Down	05.08.19	3898.00	4020.00
Soybean (Sept)	20-Sep-19	3743.00	Up	09.08.19	3652.00	3655.00
Soybean (Oct)	18-Oct-19	3581.00	Up	26.08.19	3562.00	3480.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor Seed (Sept)	20-Sep-19	5752.00	Up	31.07.19	5734.00	5560.00
Castor Seed (Oct)	18-Oct-19	5826.00	Up	31.07.19	5666.00	5680.00
Cocud (Sept)	20-Sep-19	3279.50	Up	27.08.19	3247.00	3160.00
Cocud (Dec)	20-Dec-19	2123.00	Down	19.08.19	2125.00	2160.00
Guar seed (Sept)	20-Sep-19	4142.50	Down	22.08.19	4276.50	4320.00
Guar seed (Oct)	18-Oct-19	4113.50	Down	22.08.19	4286.00	4320.00
Mentha oil (Sept)	30-Sep-19	1281.90	Down	03.09.19	1269.80	1302.00
Mentha oil (Oct)	31-Oct-19	1297.40	Down	03.09.19	1286.80	1322.00

**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	3060.90	2980.00	2.71
Coriander	Kota	6546.70	6572.75	-0.40
Jeera	Unjha	17330.00	17330.00	0.00
Turmeric	Nizamabad	6550.00	6588.55	-0.59

Spices

Turmeric futures (Sept) may consolidate in the range of 6450-6600 levels. The upside may remain capped due to sluggish demand in spot markets and expectations of a bigger crop in the 2019-20 (Jul-Jun) season. On the demand side, exports to Iran have nearly come to a standstill since May following the expiry of the US sanctions waiver to India for six months. Without the Iranian market, Indian turmeric growers do not have any big orders in hand. The spot prices in Nizamabad, the benchmark market in Telangana, remained steady today with the finger variety of the yellow spice trading in the range of 6,500-6,600 rupees per 100 kg. The bulb variety turmeric traded at 6,400-6,500 rupees per 100 kg. Jeera futures (Sept) may continue to resistance near 17030 levels. The outlook is seen bearish on hopes of rise in area under the spice during the upcoming Rabi season. As crop prospects are expected to be better in the upcoming Rabi season due to favourable rains, farmers may offload their produce before the new season starts in October. Additionally, the spot market is witnessing tepid demand as rains in key growing regions led to high moisture content in the spice. The benchmark Unjha market in Gujarat was shut today due to an indefinite strike called by traders against the government's move to levy 2% tax deducted at source for cash withdrawals above 10 mln rupees. Dhaniya futures (Sept) is expected to face resistance near 6125 levels. Prices also declined due to ample carryover stocks and as good rains in the key growing regions could encourage farmers to increase sowing area under the spice.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	555.20	555.20	0.00
RM Seed	Jaipur	4156.60	4183.10	-0.63
Refined Soy oil	Mumbai	751.25	751.70	-0.06
Soybean	Indore	3791.00	3808.00	-0.45

Oilseeds

Soybean futures (Sept) may take support near 3725 levels. The sentiments are optimistic due to concerns over the crop. Failure to spray insecticides on soybean has hampered growth of standing crops in some pockets of Indore, Dewas and Ujjain. Lack of flowering in crops may sharply reduce output of soybean in one of the prominent cultivating regions of state that produce about 70 per cent of the soybean production in India. The excessive water in farms reduces level of oxygen leading to mineral deficiency in plants while higher ethylene levels hamper growth of crop. Even many farmers have reported a significant drop in flowering in soybean. On the CBOT, U.S. soybean futures edged higher on Friday, rebounding from losses of 1.6% in the previous session, but the oilseed was still set to finish the week in negative territory amid ample global supplies. Soy oil futures (Sept) may see more correction towards 745, if it breaks 748 levels. While, CPO futures (Sept) may trade with a downside bias & test 550 levels, if trades below the support level of 555. On the spot, the majority of oils traded low on weak global cues and physical demand with soya refined being quoted at Rs. 748-50 for 10 kg, while soy solvent ruled at Rs. 715-720. Palm oil was quoted at Rs. 675 and cotton oil (Gujarat) at 742, while groundnut oil ruled at Rs. 1,150-70 for 10 kg. Malaysian palm oil futures closed slightly lower on Thursday, having hit their weakest level in two weeks. In related oils, U.S. soyoil futures on the Chicago Board of Trade were down 0.1%, and the September soyoil contract on the Dalian exchange fell 0.2%. The Dalian September palm oil contract fell 2.3%. Mustard futures (Sept) is expected to witness correction towards 3885-3870 levels. In news, stocks with farmers, processors, stockists and state-run agencies were at 3.8 mln tn in August, compared with 2.6 mln tn in the year-ago period.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	3230.40	3230.75	-0.01
Cotton	Kadi	19875.55	20078.75	-1.01
Sugar M	Kolkata	3547.60	3580.95	-0.93
Wheat	Delhi	2150.00	2150.00	0.00

Other Commodities

Cotton futures (Oct) may trade sideways in the range of 19360-19560 levels. The Foreign Agricultural Service of the US Department of Agriculture has maintained its estimate for India's cotton production for 2019-20 (Aug-Jul) at 37.2 mln bales, the agency said in a report. The acreage under the fibre in the ongoing kharif season in seen at 12.7 mln ha, slightly higher from 12.6 mln ha sown last year. The view on average cotton yield for 2019-20 has been lowered to 497 kg per ha, compared with 505 kg estimated a month ago. On the global front, ICE cotton futures rose more than 1% on Thursday as the threat from Hurricane Dorian resurfaced, while investors turned optimistic after Washington and Beijing agreed to hold high-level talks next month. Dorian strengthened back to a Category 3 hurricane and was causing life-threatening storm surge, heavy rainfall in portions of the Carolinas, according to the U.S. National Hurricane Center. Meanwhile, investors are awaiting the release of weekly export sales data from the United States Department of Agriculture on Friday. Chana futures (Sept) is expected to move lower & test 3900 levels. The sentiments are negative on fears of government action, warning of crackdown on hoarders. Sluggish trend in pulses and pulse seeds continued on weak physical demand. The bullishness is likely to prevail in castor seed futures (Sept) as it is expected to take support near 5720-5705 levels. A smaller crop from last year and the fact that arrival of the new crop is at least six months away is increasingly leading to a vacuum in supply pipeline. The daily arrivals of the commodity have fallen gradually to 15,000-20,000 bags (1 bag = 75 kg), from 50,000-55,000 bags at this time a year ago. The market participants expect around 150,000 tn carryover stocks in 2020 and 1.5 mln tn output in 2019-20.

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