

COMMODITY DAILY REPORT (AGRI)

21st September, 2020

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	30-Sept-20	1142.50	Up	26.05.20	1,012.00	1100.00

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (Oct)	20-Oct-20	6598.00	Sideways	14.09.20	6596.00	-
Coriander (Nov)	20-Nov-20	6696.00	Sideways	15.09.20	6654.00	-
Jeera (Oct)	20-Oct-20	13875.00	Down	08.09.20	13875.00	14160.00
Jeera (Nov)	20-Nov-20	13920.00	Down	18.09.20	13920.00	14170.00
Turmeric (Oct)	20-Oct-20	5932.00	Down	08.09.20	5810.00	6050.00
Turmeric (Nov)	20-Nov-20	5998.00	Down	18.09.20	5998.00	6120.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Sept)	30-Sept-20	808.50	Up	27.08.20	766.50	785.00
CPO (Oct)	30-Oct-20	809.30	Up	27.08.20	759.10	785.00
Ref. soy oil (Oct)	20-Oct-20	946.30	Up	26.08.20	883.80	919.00
Ref. soy oil (Nov)	20-Nov-20	944.40	Up	26.08.20	877.20	919.00
RM Seed (Oct)	20-Oct-20	5412.00	Sideways	18.09.20	5412.00	-
RM Seed (Nov)	20-Nov-20	5443.00	Sideways	18.09.20	5443.00	-
Soybean (Oct)	20-Oct-20	4006.00	Up	18.09.20	4006.00	3840.00
Soybean (Nov)	20-Nov-20	3983.00	Up	18.09.20	3983.00	3835.00
Castor seed (Oct)	20-Oct-20	4194.00	Up	25.08.20	4098.00	4080.00
Castor seed (Nov)	20-Nov-20	4214.00	Up	25.08.20	4058.00	4080.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Oct)	20-Oct-20	5105.00	Up	07.08.20	4204.00	5000.00
Chana (Nov)	20-Nov-20	5149.00	Up	07.08.20	4245.00	5000.00
Cotton (Oct)	30-Oct-20	17880.00	Up	14.09.20	17920.00	17400.00
Cotton (Nov)	27-Nov-20	17790.00	Up	14.09.20	17730.00	17200.00
Cocud (Dec)	18-Dec-20	1816.00	Down	18.09.20	1816.00	1875.00
Cocud (Jan)	20-Jan-21	1821.00	Down	18.09.20	1821.00	1885.00
Guar seed (Oct)	20-Oct-20	4030.00	Sideways	15.09.20	4068.00	-
Guar seed (Nov)	20-Nov-20	4044.00	Sideways	10.09.20	4099.00	-
Mentha oil (Sept)	30-Sept-20	949.30	Down	02.09.20	976.50	975.00
Mentha oil (Oct)	30-Oct-20	960.50	Sideways	07.09.20	970.00	-

**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	1640.00	1646.70	-0.41
Coriander	Kota	6650.90	6647.60	0.05
Jeera	Unjha	13725.00	13794.80	-0.51
Turmeric	Nizamabad	5600.00	5610.00	-0.18

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	808.30	794.80	1.70
RM Seed	Jaipur	5468.20	5450.00	0.33
Refined Soy oil	Mumbai	925.15	922.50	0.29
Soybean	Indore	3981.00	3947.00	0.86

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	1945.55	1978.35	-1.66
Cotton	Kadi	17305.95	17377.65	-0.41
Chana	Delhi	5047.50	5079.30	-0.63
Wheat	Delhi	1793.45	1805.85	-0.69

Spices

Turmeric futures (October) is posing a lower closing since past three weeks, which depicts that the demand side is weak due to which in days to come we might a downside of 5800, facing resistance near 5900. Due to poor demand and also low quality, buyers are cautious and quoting decreased price on the spot markets. The demand for the both varieties of turmeric this season is very poor and hence sales has been on the lower side. At the Erode Turmeric Merchants Association sales yard, finger turmeric was sold at Rs. 4,911-5,889 a quintal, root variety was sold at Rs.4,614-5,689. At the Erode Cooperative Marketing Society, finger turmeric was sold at Rs. 4,751-6,269 a quintal, root variety was sold at Rs.4,525- 5,859 a quintal. Jeera futures (October) is expected to nosedive towards 13700-13600, facing resistance near 13950. There is an expectation that the sowing area may increase this season. But, this year cumin will also face a tough competition against mustard & chana, as both of these commodities have shown a good performance. Also, higher to steady arrivals and weak demand is dragging jeera prices southwards on the spot market. The Unjha mandi is registering arrivals of nearly 14,000 bags. NCDEX quality was quoted at Rs 2225-2350 per 20 Kgs. Best quality and Bombay Bold prices is being priced at Rs.2400-2500 and Rs.2550-2650 per 20 Kgs, respectively. Dhaniya futures (October) may witness correction towards 6400, facing resistance near 6670. It is to be noted that coriander prices at Kumbhraj mandi and Guna mandi of Madhya Pradesh quoting lower as the mandis are witnessing higher arrivals of coriander of about 8,000 bags.

Oilseeds

Soybean futures (October) may trade with an upside bias in the range of 3975-4060 despite weak export figures of soymeal & being supported by owing to bullish cues from the international market. On CBOT, U.S soybeans have been on an uncharacteristic run over the last several weeks, breaking through double-digit prices for the first time in the U.S.-China trade war era. Between September and December, China would book at least a million tonnes of U.S. beans per week, on average. If the minimum 2020-21 target was to match the record 36 million tonnes, the balance could be sold by the end of 2020 by notching weekly Chinese commitments around 1 million tonnes. Mustard futures (October) may trade sideways in the range of 5380-5480. Due to negative crush margin of Rs.151 per quintal and lesser demand from millers at higher rates, we may not see further gains in this counter. Soy oil (October) is expected to continue its bull-run & test 955-960, while CPO (Sept) may continue to witness gains & move higher towards 810-815 levels. In the domestic market, the upside rally in edible oils is being fuelled by the higher moves of U.S soy oil on CBOT. The surge in online orders during the pandemic has boosted demand for trucks in U.S, which usually run on diesel and its green alternatives. That's where demand for soybean oil comes into picture which has rallied almost 40% since a low in March, when lockdowns from New York to Los Angeles hit demand for most commodities. The U.S. Department of Agriculture is already forecasting its use to make biodiesel will jump more than 3% this season after declining a year earlier.

Other Commodities

Cotton futures (Oct) is in overbought zone and we may witness some correction towards 17800-17700, if doesn't surpass the resistance near 18000 levels. The ground report cites that crop in north India is excellent. The crop condition so far remains good with no reports of infestation or any major damage due to excess rains. Secondly, the new crop arrivals have started hitting the spot markets in north India and are likely to gain momentum in October. We will possibly continue to see lower level buying in chana futures with every dip as there are concerns on the supply side. Reports of damage to the standing urad and moong crop have also come in from Madhya Pradesh. Secondly, while the crop is yet to arrive in the market, delay in issuing import licences has also pushed up prices. Overall, the October contract is expected to trade with an upside bias in the range of 5070-5150 levels. Guar seed futures (Oct) is expected to trade sideways to down in the range of 4000-4050, while guar gum futures (Oct) may consolidate in the range of 6215-6330. A sluggish trend is prevailing in various guar seed and guar gum market in Rajasthan and Haryana. The market participants on the spot markets are cautious, not quoting higher rates as they are expecting arrivals to catch pace in days to come. Secondly, demand side is still a worry for the guar gum producers. On the other hand, weather conditions will be watched closely. Guar crop needs rain at current stage of progress. If high temperature and dry climate persists for next few days in guar producing area of Rajasthan and Haryana, crop and productivity will be affected.

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