

COMMODITY DAILY REPORT (AGRI)

7th January, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	29-Jan-21	1195.00	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	6054.00	Down	02.11.20	6752.00	6400.00
Jeera (Jan)	20-Jan-21	12675.00	Down	26.11.20	13995.00	13500.00
Jeera (Mar)	19-Mar-21	13060.00	Down	26.11.20	13785.00	13700.00
Turmeric (Apr)	20-Apr-21	6034.00	Sideways	05.01.21	6018.00	-
Turmeric (May)	20-May-21	6020.00	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	999.40	Up	10.12.20	909.30	950.00
CPO (Feb)	26-Feb-21	998.20	Up	10.12.20	914.10	950.00
Ref. soy oil (Jan)	20-Jan-21	1195.20	Up	10.12.20	1065.50	1140.00
Ref. soy oil (Feb)	19-Feb-21	1189.50	Up	10.12.20	1072.30	1130.00
RM Seed (Jan)	20-Jan-21	6330.00	Up	23.12.20	5631.00	5670.00
RM Seed (Feb)	19-Feb-21	6036.00	Up	23.12.20	5531.00	5530.00
Soybean (Jan)	20-Jan-21	4668.00	Up	23.12.20	4491.00	4435.00
Soybean (Feb)	19-Feb-21	4676.00	Up	23.12.20	4478.00	4430.00
Castor seed (Jan)	20-Jan-21	4428.00	Down	26.11.20	4654.00	4550.00
Castor seed (Feb)	19-Feb-21	4482.00	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	4477.00	Sideways	04.01.20	4560.00	-
Chana (Mar)	19-Mar-21	4508.00	Sideways	04.01.20	4635.00	-
Cotton (Jan)	29-Jan-20	21150.00	Sideways	21.12.20	20300.00	-
Cotton (Feb)	26-Feb-21	21410.00	Sideways	21.12.20	20020.00	-
Cocud (Jan)	20-Jan-21	2106.00	Sideways	04.01.20	2087.00	-
Cocud (Feb)	19-Feb-21	2134.00	Sideways	04.01.20	2117.00	-
Guar seed (Jan)	20-Jan-21	3898.00	Down	18.11.20	3945.00	4065.00
Guar seed (Feb)	19-Feb-21	3947.00	Down	18.11.20	3987.00	4085.00
Mentha oil (Jan)	29-Jan-20	988.50	Up	17.11.20	998.90	985.00
Mentha oil (Feb)	26-Feb-21	999.00	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	1752.50	1740.00	0.72
Coriander	Kota	6032.50	6056.25	-0.39
Jeera	Unjha	12975.00	13000.00	-0.19
Turmeric	Nizamabad	5631.25	5582.60	0.87

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1009.50	998.00	1.15
RM Seed	Jaipur	6600.00	6500.00	1.54
Refined Soy oil	Mumbai	1237.90	1214.65	1.91
Soybean	Indore	4734.00	4715.00	0.40

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2126.55	2080.85	2.20
Cotton	Kadi	20795.85	20694.90	0.49
Chana	Delhi	4490.00	4544.60	-1.20
Wheat	Delhi	1914.65	1888.05	1.41

Spices

Turmeric futures (Apr) is expected to trade with a positive bias and test 6100-6150. 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 continue to plunge towards 5600-5500. 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 4600-4750 with downside getting capped, tracking bullish moves of oilseeds complex on CBOT. The soybean market has transitioned into "rationing mode" as tight global supplies and crop-stressing drought in Argentina have ignited the strongest soy market rally in years. Global grain and oilseed prices have soared as China and other global buyers accelerated purchases due to food security concerns and shrinking supplies amid adverse weather in South America and other crop-producing areas around the world. Top soy importer China has booked record soy purchases this season. Record shipments from Brazil have also prompted the top soy exporter to import beans from the United States. Soyoil futures (Jan) is expected to trade sideways in the range of 1180-1220, while CPO futures (Jan) may trade sideways in the range of 995-1005 respectively. Malaysian palm oil futures rallied over 3% on Wednesday, hitting near a 10-year high on forecast of a deep cut in December supply and tracking strength in rival soyoil prices. Palm prices will remain supported in January due to the projected low inventory and potential supply disruption from flooding in some parts of Malaysia, but supply is expected to recover in the second half of the year when weather normalizes. RM Seed futures (Jan) will probably with a positive bias in the range of 6250-6400. 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 Mandasaur 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.

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