

COMMODITY DAILY REPORT (AGRI)

4th December, 2019

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Dec)	13-Dec-19	2834.40	Sideways	19.11.19	2901.40	-
Cardamom (Jan)	15-Jan-20	2797.40	Sideways	19.11.19	2843.30	-
Coriander (Dec)	20-Dec-19	6538.00	Sideways	25.11.19	6801.00	-
Coriander (Jan)	20-Jan-20	6520.00	Sideways	25.11.19	6682.00	-
Jeera (Dec)	13-Dec-19	16115.00	Down	08.11.19	16295.00	16500.00
Jeera (Jan)	20-Jan-20	15935.00	Down	08.11.19	16040.00	16700.00
Turmeric (Dec)	20-Dec-19	5642.00	Down	08.11.19	6140.00	6000.00
Turmeric (Mar)	20-Mar-20	5988.00	Down	08.11.19	6004.00	6350.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Dec)	31-Dec-19	682.10	Up	15.10.19	556.00	665.00
CPO (Jan)	31-Jan-20	681.80	Up	15.10.19	556.90	665.00
Ref. soy oil (Dec)	20-Dec-19	823.20	Up	02.12.19	822.80	800.00
Ref. soy oil (Jan)	20-Jan-20	826.40	Up	02.12.19	826.60	805.00
RM Seed (Dec)	20-Dec-19	4367.00	Up	22.11.19	4344.00	4260.00
RM Seed (Jan)	20-Jan-20	4404.00	Up	22.11.19	4341.00	4255.00
Soybean (Dec)	20-Dec-19	4102.00	Up	16.10.19	3774.00	3930.00
Soybean (Jan)	20-Jan-20	4134.00	Up	16.10.19	3718.00	3960.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Chana (Dec)	20-Dec-19	4459.00	Down	08.11.19	4432.00	4535.00
Chana (Jan)	20-Jan-20	4480.00	Down	20.11.19	4503.00	4560.00
Cocud (Dec)	20-Dec-19	1927.00	Down	08.11.19	2228.00	2120.00
Cocud (Jan)	20-Jan-20	1947.00	Down	08.11.19	2155.50	2120.00
Guar seed (Dec)	20-Dec-19	4030.00	Down	25.11.19	4152.50	4300.00
Guar seed (Jan)	20-Jan-20	4050.00	Down	25.11.19	4188.50	4350.00
Mentha oil (Dec)	31-Dec-19	1300.90	Up	02.12.19	1315.80	1265.00
Mentha oil (Jan)	31-Jan-20	1310.90	Up	02.12.19	1323.90	1275.00

**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	2853.60	2858.60	-0.17
Coriander	Kota	6916.25	6937.15	-0.30
Jeera	Unjha	16409.50	16455.30	-0.28
Turmeric	Nizamabad	5907.15	5938.65	-0.53

Spices

Turmeric futures (Dec) is hovering near its yearly low of 5560 & this bearish trend is likely to get extended towards 5400 levels, due to weak fundamentals of excess poor quality supplies on the spot markets against subdued demand. No turmeric sales took place at Regulated Marketing Committee (RMC) as there was a drastic fall in arrivals. At the Erode Turmeric Merchants Association Salesyard, finger turmeric was sold at Rs.5,699-6,409 a quintal and root variety at Rs.5,211-6,003. Jeera futures (Dec) is expected to consolidate in the range of 16000-16265 levels. The factor of slower pace of sowing in the ongoing 2019-20 (Oct-Sep) season may add gains to the counter. The acreage in Gujarat, was at 59,710 ha as on Nov 25, compared with 1,22,249 ha in the corresponding period last year, data from the state farm department showed. Dhaniya futures (Dec) may trade sideways to down in the range of 6400-6585 levels. The sowing has picked up in Gujarat, and sluggish demand will also weigh on the prices. Coriander acreage in Gujarat, the second-largest producer, was at 9,623 ha as on Nov 25, compared with 7,602 ha in the corresponding period last year, data from the state farm department showed. Cardamom futures (Dec) is expected to trade sideways in the range of 2800-2900 levels. Cardamom auctions seem to be passing through a skeptical mode, as continuing higher arrivals reported to have hit the liquidity in the market. Both cardamom arrivals and prices are now on a higher side in the recent period and this has affected the purchasing capacity of traders. The current price realisation in the range of above Rs 2,800 per kg is the highest in the history of cardamom auctions when compared to Rs 1000 per kg registered in 2010-11. Normally during a price surge, cardamom arrivals would be down. But the existing situation is just opposite in the market.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	683.00	680.60	0.35
RM Seed	Jaipur	4586.45	4555.55	0.68
Refined Soy oil	Mumbai	805.85	803.15	0.34
Soybean	Indore	4091.00	4070.00	0.52

Oilseeds

Soybean futures (Dec) may continue to face resistance near 4120-4125 levels as the demand side is weak. It is being estimated that India's soyameal exports for the oil year 2019-20, starting October, may see a sharp decline at 10 lakh tonnes, a sharp decline from the previous year's 21.79 lakh tonnes. Indian soyameal is expensive in the world market. In addition to a lower crop, the lack of clarity in continuation of the incentive under the MEIS scheme is hurting export order bookings. Mustard futures (Dec) will possibly trade with an upside bias towards 4380-4390 levels. Mustard cultivation this rabi season is set to be less than last year because adequate rains this year, along with stagnant prices of the oilseed, have prompted many farmers to turn to alternative crops such as wheat and pulses. The sown area of mustard in Rajasthan, sowing has shrunk to around 2.1 million hectares this winter from 2.5 million hectares a year ago. In Uttar Pradesh, too, the acreage of mustard is likely to come down marginally. CPO futures (Dec) would probably make a new life time high on the national bourse as it has the potential to test 690 levels. India is considering imposing new restrictions on refined palm oil imports to curb purchases and boost the local edible oil industry. The government is looking to move away from current regulations that don't stipulate unit sizes on refined imports to setting standard import units at five-liter containers. While, soy oil futures (Dec) is also expected to trade on a bullish note towards 825-828, levels. There are talks in the market that the government is considering putting restrictions on the import of all kinds of refined edible oils while continuing to keep crude oils under the free category. The need to amend the existing trade policy has arisen as the duty on both crude and refined palm oil is going to be lowered from January 1, 2020.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2009.60	1996.85	0.64
Cotton	Kadi	18453.30	18462.30	-0.05
Sugar M	Kolkata	3447.60	3457.15	-0.28
Wheat	Delhi	2258.75	2252.50	0.28

Other Commodities

Cotton futures (Dec) may trade sideways to down in the range of 18950-19100. Prices remained steady to weak in Gujarat. According to traders, as the quality has improved, procurement from the Cotton Corporation of India is expected to increase. At the same time, farmers do not want to sell cotton at a lower price. However, the demand for yarn and textile mills is average. In Maharashtra, the quality of new crop that is arriving in the mandis is very weak, so the buying from Cotton Corporation of India is very slow. In South India too, prices remained steady amid inclement weather conditions. In the international market, ICE cotton futures fell over 1% to a more than one-week low on Tuesday as comments from U.S. President Donald Trump diluted optimism around a potential breakthrough in the U.S.-China trade dispute. Trump, speaking to reporters in London, raised the possibility of the trade deal being delayed until after the U.S. presidential elections in November 2020. Commerce Secretary Wilbur Ross told CNBC that planned tariffs on Chinese imports will be imposed on Dec. 15 unless there is some real reason to postpone, such as substantive progress in talks. The short covering in chana futures (Dec) may face resistance near 4500 levels. Amid slack and subdued demand, chana ruled stable at Indore's mandis with chana (kanta) quoted at Rs.4,375-4,000 a quintal, chana (desi) at Rs.4,300, while chana (vishal) was quoted at Rs.4,250-4,300. Chana dal (average) quoted at Rs.5,200-5,300, chana dal (medium) at Rs.5,400-5,500, while chana dal (bold) ruled at Rs.5,600-5,700. Guar seed futures (Dec) may trade with a downside bias in the range of 3980-4080, while guar gum futures (Dec) may plunge further towards 7100 levels. The arrivals are expected to catch pace from the non-irrigated belts of Barmer, Jaisalmer, etc.

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