

## COMMODITY DAILY REPORT (AGRI)

18th July, 2019

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Aug)	15-Aug-19	3183.00	Up	14.06.19	2054.10	2850.00
Cardamom (Sept)	15-Sep-19	2378.80	Up	28.05.19	2220.40	2200.00
Coriander (Aug)	20-Aug-19	7208.00	Up	15.07.19	7233.00	7050.00
Coriander (Sept)	20-Sep-19	7291.00	Up	15.07.19	7342.00	7175.00
Jeera (Aug)	20-Aug-19	18300.00	Up	15.07.19	18255.00	17600.00
Jeera (Sept)	20-Sep-19	18405.00	Up	15.07.19	18395.00	17700.00
Turmeric (Aug)	20-Aug-19	7196.00	Up	15.07.19	7000.00	7000.00
Turmeric (Sept)	20-Sep-19	7262.00	Up	15.07.19	7056.00	7100.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (July)	31-Jul-19	498.70	Sideways	08.07.19	498.30	-
CPO (Aug)	30-Aug-19	502.60	Sideways	08.07.19	500.50	-
Ref. soy oil (Aug)	20-Aug-19	731.75	Up	15.07.19	735.00	726.00
Ref. soy oil (Sept)	20-Sep-19	727.95	Up	15.07.19	730.95	720.00
RM Seed (Aug)	20-Aug-19	3948.00	Up	15.07.19	3953.00	3910.00
RM Seed (Sept)	20-Sep-19	3977.00	Up	15.07.19	3984.00	3940.00
Soybean (Aug)	20-Aug-19	3640.00	Down	03.06.19	3632.00	3710.00
Soybean (Sept)	20-Sep-19	3651.00	Down	03.06.19	3656.00	3720.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor Seed (Aug)	20-Aug-19	5602.00	Up	01.07.19	5698.00	5550.00
Castor Seed (Sept)	20-Sep-19	5670.00	Up	01.07.19	5626.00	5650.00
Cocud (Aug)	20-Aug-19	2904.50	Up	15.07.19	2859.00	2760.00
Cocud (Sept)	20-Sep-19	2869.00	Up	15.07.19	2805.50	2700.00
Guar seed (Aug)	20-Aug-19	4404.00	Up	09.07.19	4440.00	4300.00
Guar seed (Sept)	20-Sep-19	4460.00	Up	15.07.19	4425.50	4360.00
Mentha oil (July)	31-Jul-19	1292.70	Up	15.07.19	1232.70	1200.00
Mentha oil (Aug)	30-Aug-19	1309.50	Up	15.07.19	1249.00	1215.00

\*\*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	3393.00	3393.00	0.00
Coriander	Kota	7413.90	7375.65	0.52
Jeera	Unjha	18009.30	18000.00	0.05
Turmeric	Nizamabad	6507.15	6507.15	0.00

Spices

Turmeric futures (Aug) is looking bullish & can test 7300 levels. The sentiments of the spot markets are firm owing to anticipation of dip in acreage this season. Turmeric prices ruled higher in the Erode market on Wednesday. The root variety price went up by Rs.450 a quintal at the Erode Turmeric Merchants Association salesyard and by Rs.300 at the Regulated Marketing Committee. The finger turmeric price rose by Rs.300 a quintal at the Regulated Marketing Committee and by more than Rs.200 a quintal at Erode Cooperative Marketing Society. At the Erode Turmeric Merchants Association salesyard, the finger turmeric was sold at Rs.5,759-7,469 and the root variety at Rs.5,369-7,019. Jeera futures (Aug) is seen rising towards 18500-18600, as soon as it breaches the resistance facing near 18400 levels. The sentiments are on a strong foot due to steady demand from domestic stockiest amid fall in supplies. The arrivals are lower as farmers are hoarding their produce on expectations of better prices. Cardamom futures (Aug) may head towards 3250-3280 on the back of failed crops, deficit monsoon & poor inventories. The crop is 30-40 % less than normal as this year the behavior of monsoon in Kerala is just the opposite of last year wherein the aromatic crop were floated away in massive floods. This year, the South-West monsoon in Kerala has been deficient by an estimated 35%. It is being anticipated that the prices are unlikely to drop even as new produce is expected to hit the market by July. Due to disequilibrium in demand-supply scenario whatever supplies would come, will be procured by the stockiest. Dhaniya futures (Aug) may see lower level buying near 7135 and later gain towards 7300-7400. The overall sentiment for coriander is bullish also because of higher export demand and a smaller crop in the key growing areas of Rajasthan and Gujarat.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	491.30	491.30	0.00
RM Seed	Jaipur	4100.00	4100.00	0.00
Refined Soy oil	Mumbai	741.50	737.55	0.54
Soybean	Indore	3692.00	3697.00	-0.14

Oilseeds

Soybean futures (Aug) may witness a consolidation in the range of 3620-3660 levels until there is clarity on monsoon over the growing areas during next week. This Kharif season, soybean may be an exception among the other crops that are under threat due to poor monsoon so far. So far sown areas is on just a third of a year-ago area & is hopefully the final acreage would be close to the average area of 11 mln ha. The acreage is likely to rise in coming days due to the prospects of better rains from July onwards. U.S soybean futures (Aug) is expected to continue to take support near \$8.85 a bushel. A softer dollar and USDA making a downward revision by 305 million in output figures to 3.845 billion bushels, may keep the counter steady. Mustard futures (Aug) will probably remain stuck in the consolidation zone of 3935-3675. The upside is being capped by the sluggish demand as the crush margin is negative of Rs.103 per quintal. Day's ahead, crushing is expected to fall more now because of end of peak arrival season. CPO futures (July) is expected to trade sideways in the range of 496-502 levels. The CPO price war between Indonesia and Malaysia might deepen due to the increased supplies of cheaper Indonesian palm oil flooding the market, causing further downward pressure on the Malaysian CPO price. Soy oil futures (Aug) is likely to trade with a positive bias in the range of 730-735. An expectation of a weaker rupee taking support near 68.25 against Dollar may make import costlier & we may see a rebound in this edible oil counter. In news, India's vegetable oil imports rose 6% on year in June to 1.1 mln tn, including 1.07 mln tn in edible and 34,014 tn in non-edible grade. The Solvent Extractors' Association of India said, adding edible oil imports in Nov-Jun were up just 1% at 9.46 mln tn.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2924.20	2913.05	0.38
Cotton	Kadi	21070.75	21058.75	0.06
Sugar M	Kolkata	3400.00	3400.00	0.00
Wheat	Delhi	2100.00	2071.25	0.01

Other Commodities

We might see a positive bias in cotton futures (July) and it may test 22000 levels. This boost in prices is mainly due to the continuing contraction in international and domestic cotton prices following higher global production and a decline in domestic output is likely to boost imports further this year. The gap or spread between global and domestic cotton prices has been on a declining trend owing to higher production in Brazil and China, coupled with a fall in domestic production. The decreasing price spread, along with a gradual improvement in demand, has come as a relief to the cotton industry. The bullish momentum is likely to prevail in maize futures (Aug) & it is likely to take support near 2140 levels. Currently, maize prices are ruling at 2,200-2,250 rupees per 100 kg in Nizamabad, compared with 1,100-1,200 rupees a year ago. The government allowed another 400,000 tn of maize imports in 2019-20 (Apr-Mar), but this might not help to arrest the uptrend as currently, free-on board prices of Ukrainian non-genetically modified maize are at \$195-\$200 per tn, unviable for Indian importers. Castor seed futures (Aug) may take support near its previous two week low of 5545 levels & any sharp downside may remain capped. Prices of castor seed are rising in the key markets of Gujarat due to a fall in its acreage amid rising demand from domestic stockiest & exporters. The latest statistic show that the during April-June, India has exported castor meal exports to the tune of 153,596 tons as compared to 41,017 tons during same period last year.

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