

COMMODITY DAILY REPORT (AGRI)

4th June, 2018

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (June)	15-Jun-18	900.40	Down	04.04.18	1024.10	950.00
Cardamom (July)	13-Jul-18	893.40	Down	25.05.18	881.10	910.00
Coriander (June)	20-Jun-18	4321.00	Down	17.04.18	5108.00	4500.00
Coriander (July)	20-Jul-18	4391.00	Down	17.04.18	5144.00	4550.00
Jeera (June)	20-Jun-18	16160.00	Down	18.05.18	15755.00	16400.00
Jeera (July)	20-Jul-18	16155.00	Down	18.05.18	15800.00	16400.00
Turmeric (June)	20-Jun-18	7100.00	Down	25.05.18	7146.00	7350.00
Turmeric (July)	20-Jul-18	7182.00	Down	25.05.18	7226.00	7450.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (June)	29-Jun-18	652.60	Sideways	28.05.18	655.00	-
CPO (July)	31-Jul-18	651.30	Sideways	29.05.18	654.50	-
Ref. Soy Oil (June)	20-Jun-18	761.85	Down	28.05.18	766.55	780.00
Ref. Soy Oil (July)	20-Jul-18	772.75	Down	01.06.18	772.75	785.00
RM seeds (June)	20-Jun-18	3962.00	Up	09.05.18	3912.00	3880.00
RM seeds (July)	20-Jul-18	4004.00	Up	09.05.18	3874.00	3930.00
Soy Bean (June)	20-Jun-18	3570.00	Down	28.05.18	3640.00	3660.00
Soy Bean (July)	20-Jul-18	3574.00	Down	28.05.18	3674.00	3690.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor seed (June)	20-Jun-18	3972.00	Down	23.03.18	4085.00	4000.00
Castor seed (July)	20-Jul-18	4024.00	Down	23.03.18	4133.00	4050.00
Cocud (June)	20-Jun-18	1373.00	Up	29.05.18	1356.50	1300.00
Cocud (July)	20-Jul-18	1397.50	Up	28.05.18	1336.00	1320.00
Guar seed (June)	20-Jun-18	3663.50	Down	27.04.18	3996.50	3775.00
Guar seed (July)	20-Jul-18	3722.50	Down	27.04.18	3960.00	3820.00
Mentha Oil (June)	29-Jun-18	1150.70	Down	15.05.18	1152.40	1160.00
Mentha Oil (July)	31-Jul-18	1156.50	Down	15.05.18	1280.10	1170.00

**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	947.30	951.00	-0.39
Coriander	Kota	4931.25	4996.30	-1.30
Jeera	Unjha	16155.00	16129.50	0.16
Turmeric	Nizamabad	7310.00	7321.45	-0.16

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	720.00	722.00	-0.28
RM Seed	Jaipur	4000.00	3984.65	0.39
Refined Soy oil	Mumbai	751.40	756.45	-0.67
Soybean	Indore	3621.00	3644.00	-0.63

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Guar gum	Jodhpur	7620.85	7537.15	1.11
Cocud	Akola	1395.50	1391.55	0.28
Cotton	Kadi	21273.90	21034.85	1.14
Guar seed	Jodhpur	3722.30	3700.00	0.60
Sugar M	Kolkata	3142.85	3047.60	3.13
Wheat	Delhi	1770.50	1772.05	-0.09

Spices

Turmeric futures (June) is likely to trade sideways& consolidate in the range of 7000-7165 levels. At the Erode Turmeric Merchants Association Sales yard, finger turmeric went for ₹5,889-8,429 a quintal, root variety ₹5,255-7,699. Buying at lower levels and reports of decline in production can support turmeric prices. Moreover, prices can be strengthened in the spot market in the coming weeks due to low arrivals. Around 60 to 62 lakh bags of turmeric is expected to be produced in India this year while the old stock of last year can be around 20 to 22 lakh bags. So the total supply is expected to be around 80 to 82 lakh bags this year. While the total domestic and export demand/consumption can be around 72 to 75 lakh bags, resulting in reduction in the carry forward stock by around 7 to 10 lakh bags for 2019. Jeera futures (June) is trading in the range of 15900-16400 levels. On the spot markets, jeera prices are steady supported by the steady limited supply. Days ahead, the export demand for jeera is expected to strengthen as in the global market the supplies may be reduced from other producing countries due to geo-political tension. Meanwhile, there is continuous rain in Syria which is positive for the Indian spice as it might affect the export. Coriander futures (June) is expected to make a new low near 4000-3900 levels. Ample availability due to higher imports may pull down the prices further in days to come.

Oilseeds

Soybean futures (June) is expected to trade with a bearish bias in the range of 3540-3590 levels. The factors such as poor demand from the crushers due to slow export sales of soybean meal. Indian soybean meal is \$42 costlier than Argentine making it unattractive in the international market. Moreover, the outlook of more correction ahead amid prospects of better crop this season amid normal monsoon forecast are weighing on the counter. Soybean sowing will kick in major producing states of Madhya Pradesh, Maharashtra and Rajasthan in next one week and acreage under the oilseed is expected to rise. Refined soy oil futures (June) is likely to see correction towards 755 levels, taking negative cues from the bearish trend of soybean prices. In addition to it, a stronger rupee may add to the bearish sentiments, making imports cheaper. CPO futures (June) is expected to trade sideways in the range of 648-658 levels. The recovery of palm oil prices in the international market seems temporary due to strong output outlook. Malaysia's full-year output is seen rising to 20.5 million tons in 2018, its highest level on record, as crops shake off the lingering effects of a dry weather El Nino phenomenon and as young trees come to maturity and increase harvested areas. Despite of the bearishness prevailing among all the oilseeds, mustard seed futures (June) is expected to trade with an upside bias and likely to take support near 3940 levels. The underlying demand for this oilseed is still strong & the millers are looking for lower level buying in anticipation of higher demand for mustard oil & cake days ahead.

Other Commodities

Chana futures (June) is again back in the bearish zone and is expected to trade sideways in the range of 3500-3570 levels. On the spot markets, the buyers are on the sideline and not ready to procure chana due to recent sharp losses in prices after further advancement of monsoon, which has raised prospects of higher kharif pulses (tur, urad and moong) crop. The bull run of cotton futures (June) might witness a halt and face resistance near 22750levels. Also, on the international market the buying has slowed down as the cotton prices are trading close to 4 year high & also because impositions of higher margins of 25% to \$2,500 per contract from \$2,000. Mentha oil (June) is expected to face resistance near 1170 levels& the upside may remain capped. The fundamentals are giving bearish cues to the counter amid expectation of a 30-35% rise in output to 40,000-45,000 tons in the current year. With arrivals of the spice oil from new crop set to rise in the coming weeks, prices may start falling. Currently, 100-150 drums (1 drum = 180 kg) of mentha oil are coming to markets and daily arrivals are expected to double from this week onwards. Guar seed futures (June) is seen riding down towards 3500-3450 levels, while guar gum futures (June) will possibly witness an extended correction to test 7500 levels. Ahead of the sowing season, the prediction of a good rainfall i.e 101% of its LPA during July and 94% of LPA during August has inducted more bearish sentiments in the guar complex apart from the hefty inventories with the farmers.

Vandana Bharti (AVP - Commodity Research)
Subhranil Dey Sr. Research Analyst (Agro)

Boardline : 011-30111000 Extn: 625
Boardline : 011-30111000 Extn: 674

vandanabharti@smcindiaonline.com
subhranildey@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



Moneywise. Be wise.

Corporate Office:
11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
www.smcindiaonline.com

Mumbai Office:
Lotus Corporate Park, A Wing 401 / 402, 4th Floor,
Graham Firth Steel Compound, Off Western
Express Highway, Jay Coach Signal, Goreagon
(East) Mumbai - 400063
Tel: 91-22-67341600, Fax: 91-22-67341697

Kolkata Office:
18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata-700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

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