

COMMODITY DAILY REPORT (AGRI)

21st May, 2018

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (June)	15-Jun-18	931.10	Down	04.04.18	1024.10	950.00
Cardamom (July)	13-Jul-18	901.50	Sideways	15.05.18	899.90	-
Coriander (June)	20-Jun-18	4781.00	Down	17.04.18	5108.00	4950.00
Coriander (July)	20-Jul-18	4843.00	Down	17.04.18	5144.00	4900.00
Jeera (June)	20-Jun-18	15755.00	Down	18.05.18	15755.00	16400.00
Jeera (July)	20-Jul-18	15800.00	Down	18.05.18	15800.00	16400.00
Turmeric (June)	20-Jun-18	7244.00	Sideways	15.05.18	7284.00	-
Turmeric (July)	20-Jul-18	7346.00	Sideways	15.05.18	7224.00	-

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (May)	31-May-18	662.60	Up	09.05.18	657.40	645.00
CPO (June)	29-Jun-18	664.70	Up	09.05.18	657.70	650.00
Ref. Soy Oil (June)	20-Jun-18	773.75	Down	09.04.18	774.20	780.00
Ref. Soy Oil (July)	20-Jul-18	782.35	Sideways	18.05.18	782.35	-
RM seeds (June)	20-Jun-18	3975.00	Up	09.05.18	3912.00	3880.00
RM seeds (July)	20-Jul-18	4016.00	Up	09.05.18	3874.00	3930.00
Soy Bean (June)	20-Jun-18	3776.00	Up	15.05.18	3802.00	3680.00
Soy Bean (July)	20-Jul-18	3804.00	Down	16.04.18	3798.00	3700.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor seed (June)	20-Jun-18	4021.00	Down	23.03.18	4085.00	4120.00
Castor seed (July)	20-Jul-18	4069.00	Down	23.03.18	4133.00	4170.00
Cocud (June)	20-Jun-18	1279.50	Up	03.05.18	1278.00	1250.00
Cocud (July)	20-Jul-18	1301.50	Up	03.05.18	1270.50	1260.00
Guar seed (June)	20-Jun-18	3838.00	Down	27.04.18	3996.50	3950.00
Guar seed (July)	20-Jul-18	3882.50	Down	27.04.18	3960.00	4000.00
Mentha Oil (May)	31-May-18	1323.60	Down	15.05.18	1280.10	1360.00
Mentha Oil (June)	29-Jun-18	1176.70	Down	15.05.18	1152.40	1220.00

**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	951.30	949.50	0.19
Coriander	Kota	5251.05	5274.60	-0.45
Jeera	Unjha	16092.10	16081.80	0.06
Turmeric	Nizamabad	7425.00	7436.35	-0.15

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	725.50	724.00	0.21
RM Seed	Jaipur	4000.00	3975.30	0.62
Refined Soy oil	Mumbai	759.50	756.55	0.39
Soybean	Indore	3763.00	3736.00	0.72

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Guar gum	Jodhpur	8381.00	8357.00	0.29
Cocud	Akola	1327.05	1321.25	0.44
Cotton	Kadi	19827.75	19397.50	2.22
Guar seed	Jodhpur	3931.35	3907.00	0.62
Sugar M	Kolkata	2790.45	2771.45	0.69
Wheat	Delhi	1767.40	1757.80	0.55

Spices

A consolidation can be seen in turmeric futures (June) as it may trade in the range of 7100-7300 levels. There is a still selling pressure over the counter and also the buying has slowed down due to the inflow of inferior quality produce and slack upcountry demand. In Nizamabad, the arrival of turmeric has decreased and in other markets also, arrivals are declining, but due to the extremely hot weather, very few buyers are now active in the markets. Such a phenomenon can be seen for the next fortnight. This year, the demand has also risen on the exports front and also from the ayurvedic medicine and cosmetic industries. At present, good quality and dried turmeric is being seen in the markets and in the coming days, in view of the uptrend, traders and stockiest can be seen active for stocking. Jeera futures (June) is likely to face resistance near 16130 levels & the upside may remain capped. The market participants are cautious and they expect a correction in near term as the new crop in Syria and Turkey will start from June to July, which may exert a downside pressure over the counter. In news, the Spices Board of India has tightened the norms for mandatory sampling and testing of jeera. Coriander futures (June) will possibly take support near 4700 levels & the downside may remain capped. At the spot markets, the traders are actively buying the dry coriander for sowing, so that they can provide good seeds to the farmers, before the onset of monsoon.

Oilseeds

Soybean futures (June) is expected to remain stable & consolidate in the range of 3745-3800 levels. Looking at the dwindling inventories the downside in soybean is expected to be limited and if soybean meal demand remains around current pace than there is higher possibility that the counter will continue to trade with an upside bias. Recently, a balance sheet was drawn by the Soybean Processors Association of India (SOPA), which cited that the total availability of soybean during the season 2017-18 (Oct-Sept) was estimated at 96.50 lakh tones, while disposal was estimated at 95.50 lakh tons (retained for sowing 12 lakh tons, 1.50 lakh tons as direct consumption, 2 lakh tons in export and rest 80 lakh tons used from crushing), leaving ending stock at only 1 lakh ton. Refined soy oil futures (June) is likely to trade with a downside bias & remain below 756 levels, while CPO futures (June) might witness profit booking from higher levels facing resistance near 668 levels. The recent edible oil import figures show that during last month 13.86 lakh tonnes of vegetable oils were imported and was reported to be the highest so far during the current oil year (November 2017-October 2018 period). This depicts that the supply side will be comfortable and likely to exert downside pressure on edible oil prices. Mustard seed futures (June) will possibly trade sideways to up in the range of 3950-4000 levels. At the spot markets, the stockiest are in wait and watch mode as they want to procure this oilseed at the lower levels, while crushers demand is getting better due to rising demand for mustard oil.

Other Commodities

Chana futures (June) is likely to take support near 3550 levels & the downside may remain capped. In recent times, the government has tightened norms for the import of pulses to ensure the arrest of fall in prices & in the latest move has introduced a quota system only for millers and refiners for the import of tur, moong and urad. These measures are likely to give positive cues to the chana prices. Cotton futures (May) would continue to face resistance near 21000 levels, while on the contrary the downside may remain capped near the support of 20725 levels. The market participants are closely watching many factors from rupee to movement of cotton prices on the international market. The fundamentals are giving a mixed picture because on one side, the rupee is hovering near its yearly low against the dollar and giving a hope to the Indian exports a prospect of higher exports, while on the contrary the uptrend of international cotton prices has paused as the weather conditions in Texas are in favour of the crop. In the domestic market, the main buyers of cotton at present are medium-small mills, while big mills are mostly sidelined as they have procured sufficient stocks to meet their demand. Mentha oil futures (June) is likely to witness a consolidation in the range of 1150-1200 levels. In days to come, the counter will face a selling pressure as the arrivals from the new crop are expected to gain pace on the spot markets of Sambhal&Barabanki. For this year, the output of mentha oil is estimated at 40,000-42,000 tons, up nearly 35% on year.

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: researchfeedback@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

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd.) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities/commodities market.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject commodity.

DISCLAIMER: This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions.

Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the commodity thereof, mentioned here in or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodities discussed herein(c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.