

COMMODITY DAILY REPORT (AGRI)

20th February, 2023

SPICES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Coriander (Apr)	20-04-2023	6850.00	7020.00	7160.00	7300.00	7450.00	Sideways
Coriander (May)	19-05-2023	7100.67	7171.33	7240.67	7311.33	7380.67	Down
Jeera (Mar)	20-03-2023	29591.67	30043.33	30781.67	31233.33	31971.67	Down
Jeera (Apr)	20-04-2023	29655.00	30115.00	30920.00	31380.00	32185.00	Down
Turmeric (Apr)	18-04-2023	6828.00	6888.00	6940.00	7000.00	7052.00	Sideways
Turmeric (May)	18-05-2023	6904.67	6967.33	7012.67	7075.33	7120.67	Sideways

OILSEEDS

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Castor seed Feb)	20-02-2023	6750.00	6750.00	6750.00	6750.00	6750.00	Down
Castor seed (Mar)	20-03-2023	6706.00	6730.00	6762.00	6786.00	6818.00	Down

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Kapas(Apr)	28-04-2023	1602.83	1610.67	1620.33	1628.17	1637.83	Down
Cocud (Feb)	20-02-2023	2799.00	2813.00	2830.00	2844.00	2861.00	Sideways
Cocud (Mar)	20-03-2023	2672.67	2685.33	2697.67	2710.33	2722.67	Down
Guar seed (Feb)	20-02-2023	5808.33	5825.67	5858.33	5875.67	5908.33	Down
Guar seed (Mar)	20-03-2023	5811.67	5853.33	5896.67	5938.33	5981.67	Down
Guar gum (Feb)	20-02-2023	12250.00	12250.00	12250.00	12250.00	12250.00	Down
Guar gum (Mar)	20-03-2023	12206.67	12305.33	12412.67	12511.33	12618.67	Down
Mentha Oil (Feb)	28-02-2023	999.17	1006.73	1012.07	1019.63	1024.97	Up
Mentha Oil (Mar)	31-03-2023	1007.60	1017.20	1023.60	1033.20	1039.60	Up

**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	1620.00	1,522.1	6.4%
Coriander	Kota	7439.00	7615.00	-2.3%
Jeera	Unjha	30590.00	31015.60	-1.37%
Turmeric	Nizamabad	6989.85	7011.55	-0.31%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	885.80	878.45	0.84%
RM Seed	Jaipur	5977.85	5949.90	0.47%
Refined Soy oil	Mumbai	1165.00	1162.50	0.22%
Soybean	Indore	5660.15	5607.15	0.95%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2844.30	2841.70	0.09%
Cotton	Kadi	30118.10	30118.10	0.00%
Guar Seed	Jodhpur	5909.35	5951.05	-0.70%
Wheat	Delhi	2569.10	2583.80	-0.57%
Chana	Delhi	5100.00	5099.85	0.00%

Spices

Turmeric NCDEX Apr is expected to extended its downtrend due to muted demand at physical market. Supplies have improved in Nizamabad market of Telangana as about 7000-8000 bags were reported on daily average basis during last week. Weather conditions are looking supportive for harvesting activities that will lead to rise in arrivals further. Arrivals in Maharashtra and AP are also likely to pick up that will put prices under pressure. However, prices are likely to find support very soon near 6700 as farmers in Telangana are doing protest against the government's agricultural policies towards turmeric and they can hold their arrivals on excessive fall in prices. Turmeric Apr contract is likely to trade in range of 6700-7200.

Jeera NCDEX Mar futures are likely to remain under pressure due to sluggish buying. Millers are avoiding bulk buying in wake of new crop ahead. Yield prospects have improved in Rajasthan due to favorable weather condition. Jeera export dropped 22% Y-o-Y to 1.78 lakh tonnes in year 2022 due to fall in imports in China. China imported only 37.9 thousand tonnes in year 2022 as compared to 62.8 thousand tonnes of previous year. Jeera prices are likely to trade in range of 29000-32000.

Dhaniya NCDEX Apr prices are expected to trade on weaker note due to improved supply prospects for upcoming season. Demand has been subdued as major buyers and spices millers are avoiding bulk buying with rising supplies of new arrivals in major mandies. Total production of dhaniya was estimated at 8 lakh tonnes in year 2021-22 and expected to increase up to 9.5 lakh tonnes in year 2022-23 due to better yield prospects amid higher acreages. Dhaniya NCDEX Apr Prices are likely to trade in range of 6900-7300.

Other Commodities

Cotton MCX /Kapas NCDEX Apr prices are likely to trade down today due to muted demand. Shrinking arrivals at major trading centers have triggered speculation over the actual production of cotton this season. On contrary of 55%-60% arrivals realization during Oct-Jan, only 30-35% of arrivals have touched the market till Jan in year 2022-23. The Cotton Association of India (CAI), a trade body, has lowered its estimates of cotton crop production further to 321.50 lakh bales (170 kgs) for the current season (October 2022-September 2023) from 330.50 lakh bales projected last month. Despite continuous fall in arrivals, cotton prices have not increased accordingly due to sluggish export demand. Going forward prices are likely to remain under pressure due to demand concerns. Kapas NCDEX April is likely to trade in range of 1570-1640 wherein MCX cotton will rule in range of 62500-64000.

Guar seed Mar are expected to trade on weaker note due to muted domestic demand. However, losses are likely to be limited due to improved exports of guar gum and meal. Guar gum exports from India witnessed robust growth in year 2022 as India exported 408 thousand tonnes of guar in for of gum and meal, higher by 32.5% y-o-Y. Guar gum Mar contract is likely to honor the support of 12000 in near term and expected to move towards 13000. Similarly, Guar seed will honor the resistance of 6100 and may find support near 5700.

Mentha oil prices are expected to trade down due to sluggish buying in local market. Major trend in mentha oil is likely to be bearish due to sluggish demand concerns. Bleak export of mentha oil and increased uses of synthetic menthol is likely to keep prices down. Menthol export from India has dropped 64% Y-o-Y to 0.83 thousand tonnes in Dec'22 with fall in imports from China and Japan. Annual export of menthol is down by 32% Y-o-Y in year 2022 dropped to 14 thousand tonnes. Mentha oil will honor support of 990 wherein 1030 is the resistance.

Castor seed Mar prices are likely to trade down due to improve supplies with advancement of harvesting activities. Sluggish export demand is still a major concern for castor oil traders as domestic stocks are surging up with fall in export. Going forward, castor seed prices are likely to trade in range of 6700-7200.

Vandana Bharti (AVP - Commodity Research)
Ravi Shankar Pandey (Sr. Research Associate)

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

vandanabharti@smcindiaonline.com
ravi16@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

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.