

COMMODITY DAILY REPORT (AGRI)

21st May, 2020

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (June)	15-Jun-20	1661.80	Sideways	24.04.20	1650.00	-
Cardamom (July)	15-Jul-20	1549.50	Sideways	15.05.20	1512.00	-
Coriander (June)	19-Jun-20	5545.00	Sideways	08.04.20	6361.00	-
Coriander (July)	17-Jul-20	5520.00	Sideways	09.04.20	6280.00	-
Jeera (June)	19-Jun-20	13315.00	Down	19.05.20	13145.00	13545.00
Jeera (July)	20-Jul-20	13095.00	Down	19.05.20	13040.00	13400.00
Turmeric (June)	19-Jun-20	5288.00	Down	12.05.20	5234.00	5445.00
Turmeric (July)	17-Jul-20	5296.00	Down	12.05.20	5242.00	5450.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (May)	29-May-20	621.70	Up	18.05.20	616.40	605.00
CPO (June)	30-Jun-20	596.30	Up	18.05.20	599.80	585.00
Ref. soy oil (June)	19-Jun-20	776.20	Up	18.05.20	778.60	765.00
Ref. soy oil (July)	20-Jul-20	761.40	Up	18.05.20	803.00	750.00
RM Seed (June)	19-Jun-20	4280.00	Up	28.04.20	4132.00	4165.00
RM Seed (July)	20-Jul-20	4267.00	Up	28.04.20	4145.00	4165.00
Soybean (June)	19-Jun-20	3804.00	Down	21.04.20	3758.00	3835.00
Soybean (July)	20-Jul-20	3738.00	Down	19.05.20	3754.00	3835.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Chana (June)	19-Jun-20	4088.00	Down	19.05.20	4081.00	4145.00
Chana (July)	20-Jul-20	4123.00	Down	19.05.20	4113.00	4175.00
Cocud (June)	19-Jun-20	2010.00	Up	11.05.20	2008.00	1965.00
Cocud (July)	17-Jul-20	2038.00	Up	11.05.20	1983.00	1995.00
Guar seed (June)	19-Jun-20	3592.00	Up	28.04.20	3444.00	3490.00
Guar seed (July)	20-Jul-20	3586.00	Up	28.04.20	3444.00	3490.00
Mentha oil (May)	29-May-20	1138.00	Up	13.04.20	1132.30	1120.00
Mentha oil (June)	30-Jun-20	1074.50	Sideways	25.04.20	1013.00	-

**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	2525.00	2525.00	0.00
Coriander	Kota	6000.00	6000.00	0.00
Jeera	Unjha	13557.20	13616.70	-0.44
Turmeric	Nizamabad	5239.45	5240.80	-0.03

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	635.90	633.10	0.44
RM Seed	Jaipur	4500.00	4500.00	0.00
Refined Soy oil	Mumbai	778.35	778.35	0.00
Soybean	Indore	3967.00	3980.00	-0.33

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2135.00	2129.60	0.25
Cotton	Kadi	15776.15	15776.15	0.00
Sugar M	Kolkata	3380.95	3380.95	0.00
Wheat	Delhi	1970.00	1972.00	-0.10

Spices

Turmeric futures (June) is likely to consolidate in the range of 5200-5280. On the spot, turmeric decreased at the markets in Erode due to arrival of medium quality and slack upcountry demand. At the Erode Turmeric Merchants Association Salesyard, finger turmeric was sold at Rs.5,199-6,411 a quintal and root variety at Rs.4,888-6,017. At the Regulated Marketing Committee, finger turmeric was sold at Rs.5,029-6,280 and root variety at Rs.4,859-5,769. Jeera futures (June) is seen to trade on a bearish bath facing resistance near 13400 levels. It is reported that the Agriculture Produce Market Committee (AMPC) of Unjha, will resume auction of the spice seeds from this weekend in a staggered manner. Every season, March to May is considered peak season of jeera marketing in Gujarat, the largest producer of spice seed in India. This year, the crop was delayed by around two weeks due to late retreat of monsoon. However, just when arrivals started peaking, the yard was closed since March 22 due to the outbreak of novel coronavirus. So, when the auctions will resume, probably the counter will witness a selling pressure, against lack of export demand. Dhaniya futures (June) will possibly trade sideways to down, facing resistance near 5620 levels. In the present scenario, the Farmers appear to be on a selling mode to meet their financial needs to clear the outstanding dues of agriculture loans. Moreover, demand has taken a hit as departure of labour has affected the functioning of many spices industries especially in Maharashtra, Madhya Pradesh, Rajasthan, Delhi. The buyers are unable to get neither discounts, nor sellers a premium rates for their produce.

Oilseeds

Soybean futures (June) may continue to consolidate in the range of 3770-3850 levels with upside getting capped. The reason being is that this kharif season has brightened the prospects for soybean cultivation starting next month. The Soybean Processors Association of India estimates carryover stock to rise to 13.26 lakh tonnes at the end of September. The markets haven't opened in many regions. But as the trade expects markets to resume operations after the lifting of the lockdown, farmers are likely to flush the market with the stocks available with them, which is about 4 million tonnes as on May 1. This is considerable quantity for the next five months. And without exports, we may be left with a good amount of carry-forward stock for the next season. Mustard futures (June) is expected to rally towards 4310-4340 levels, taking support near 4230. In Jaipur mandi, mustard is higher than Alwar because the mandies are closed due to agitation over farmer cess. Secondly, the demand for mustard at this time is good from millers, and it is profitable for crushing also. Hence, the millers are showing interest in buying this oilseed. Soy oil futures (June) may remain stable & trade with a positive bias in the range of 773-785, while CPO futures (June) is likely to trade higher towards 605-610 levels. The sentiments are positive in the Malaysian market, hoping that palm oil prices will gain on the back of recovery of demand after the world's second-largest producer, slashed its crude palm oil export duty to zero for June. It has enabled sellers to offer the commodity at reasonable discount over Indonesian offers. Malaysia's May 1-15 palm oil export shows a steady increase as the palm oil prices are attracting fresh demand due to lucrative levels and ease in coronavirus-related lockdown in some countries.

Other Commodities

Cotton futures (May) is expected to trade higher towards 16200-16300 levels. The U.S Department of Agriculture estimates that India's mill consumption in MY 2020/21 to be two percent higher than last year. The marginal increase is expected as textile industry operations restart and begin the process of recovery after the impact of the lockdown in MY 2019/20. On the export front, Indian exporters will witness increased competition from exporters such as the United States and Brazil, whose export orders have also been deferred/canceled and will have larger volume of unsold stocks to offload. Moreover, the imports may decline further as a weakening rupee coupled with lower demand will limit cotton imports to only high/premium grades. Chana futures (June) is likely to witness towards correction towards 4050, facing resistance near 4130 levels. The Department of Agriculture, Cooperation and Farmers Welfare stated in a latest update that sowing of pulses continues at a good pace despite the nationwide lockdown. About 10.35 lakh ha area coverage under pulses as compared to 5.92 lakh ha. during the corresponding period of last year. The bearish momentum will possibly continue to persist over mentha oil futures (May) and in days to come, it can slide down to test 1120, facing resistance near 1160 levels. This season, the acreage of menthe in the major grown state of Uttar Pradesh has totaled to 200,000 hectares. It is reported that the state government is ensuring that the farmers do not face any shortage in the ongoing zaid sowing season, which is a short season between kharif (summer) and rabi (winter) season in the months of March to July. The Zaid crops are grown on irrigated land and do not depend upon monsoon for irrigation.

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

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.