

## COMMODITY DAILY REPORT (AGRI)

24th June, 2022

### NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
NCDEX Guarex	30-Jun-22	6,810.00	6,860.00	6,910.00	6,960.00	7,010.00	Down

### SPICES

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Coriander (Jul)	20-Jul-22	10,920.00	11,030.00	11,100.00	11,200.00	11,270.00	Down
Coriander (Aug)	16-Aug-22	11,030.00	11,130.00	11,200.00	11,300.00	11,370.00	Down
Jeera (Jul)	20-Jul-22	20,480.00	20,790.00	20,960.00	21,270.00	21,440.00	Up
Jeera (Aug)	18-Aug-22	20,690.00	20,950.00	21,120.00	21,380.00	21,550.00	Up
Turmeric (Jul)	20-Jul-22	7,750.00	7,810.00	7,840.00	7,900.00	7,940.00	Up
Turmeric (Aug)	17-Aug-22	7,870.00	7,910.00	7,940.00	7,980.00	8,010.00	Up

### OILSEEDS

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Castor seed (Jul)	20-Jul-22	7,080.00	7,180.00	7,240.00	7,340.00	7,390.00	Up
Castor seed (Aug)	18-Aug-22	7,150.00	7,240.00	7,300.00	7,390.00	7,450.00	Up

### OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S1	S2	Pivot	R1	R2	Trend
Cotton (Jun)	30-Jun-22	42,860.00	43,530.00	44,460.00	45,130.00	46,060.00	Down
Cotton (Jul)	29-Jul-22	39,340.00	40,530.00	41,340.00	42,530.00	43,340.00	Down
Cocud (Jul)	20-Jul-22	2,510.00	2,550.00	2,600.00	2,650.00	2,700.00	Down
Cocud (Aug)	19-Aug-22	2,550.00	2,590.00	2,640.00	2,680.00	2,730.00	Down
Guar seed (Jul)	20-Jul-22	5,400.00	5,440.00	5,480.00	5,530.00	5,560.00	Sideways
Guar seed (Aug)	18-Aug-22	5,470.00	5,520.00	5,550.00	5,590.00	5,620.00	Down
Guar gum (Jul)	20-Jul-22	10,080.00	10,180.00	10,240.00	10,340.00	10,410.00	Down
Guar gum (Aug)	18-Aug-22	10,240.00	10,320.00	10,380.00	10,460.00	10,520.00	Down
Mentha Oil (Jun)	30-Jun-22	1,010.00	1,010.00	1,020.00	1,020.00	1,030.00	Sideways
Mentha Oil (Jul)	29-Jul-22	1,030.00	1,040.00	1,040.00	1,050.00	1,060.00	Down

\*\*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	865.00	855.42	1.12%
Coriander	Kota	11528.85	11711.65	-1.56%
Jeera	Unjha	21289.10	21235.65	0.25%
Turmeric	Nizamabad	8132.80	8142.10	-0.11%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	1160.00	1169.60	-0.82%
RM Seed	Jaipur	6892.90	6893.95	-0.02%
Refined Soy oil	Mumbai	1352.50	1350.00	0.19%
Soybean	Indore	6309.60	6466.75	-2.43%

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2921.70	2952.30	-1.04%
Cotton	Kadi	45894.25	45894.25	0.00%
Guar Seed	Jodhpur	5540.35	5550.00	-0.17%
Wheat	Delhi	2261.35	2258.00	0.15%
Chana	Delhi	4856.25	4849.20	0.15%

Spices

**Turmeric futures (Jul)** closed mostly unchanged on Thursday after closing in green in prior two sessions. It took support at 7784 while the resistance is seen at 8015. We expect it to trade sideways to higher towards 8200 if it sustains above 7900. The reports of improving local demand and export enquiries is supporting prices from the lower levels. Prices have corrected about 7% in last week on good sowing progress in south India coupled with sufficient stock positions with farmers. Moreover, exports demands have been improving while the arrivals are matching the demand. Turmeric exports in Apr 2022 is higher 3.61% y/y at 13,760 tonnes vs 13,280 tonnes while for the period of Jan-Apr 2022, exports are at par compared to last year figures of 50,500 tonnes. In FY 2021/22, exports were down 16.7% y/y at 1.53 lakh tons but higher by 10% compared with 5-year average. Jeera futures (Jul) jumped 1.7% on short covering by the market participants. We expect it to trade sideways to higher towards 21450 with support at 20850. The demand for cumin seed usually lower during the rainy season but exports demand may support prices further. On Thursday, arrivals were pegged at 5,000 bags, compared with 6,000 bags on previous day. Currently, prices are higher by 57.60% y/y on lower availability due to expectation of lower jeera production in 2021/22 compared to previous year. As per govt data, jeera exports in Apr 2022 down by 66% Y/Y at 10,700 tonnes, the lowest April month export volume in last 6 years while exports in first 4-months of 2022 down by 46% Y/Y to 54000 compared to 1 lakh tonnes last year. Dhaniya futures (Jul) closed 0.2% higher on technical buying and still trading within the range formed on Monday. Now the support is at 11000 and resistance at 11200. We expect to trade mostly sideways to higher towards 11500 if it sustains 11250 levels. The demand and arrivals remains steady in the physical market. Since the beginning of the season, the processors and traders have bought as per their requirements due to higher market prices. Currently also the prices are higher by 66% y/y due to lower crop estimates but it also corrected about 17% from the 2022 highs due to lower exports. As per govt data, coriander exports in Apr 2022 down 27.1% y/y at 4020 tonnes Vs 5500 tonnes last year while for Jan-Apr are also lower by 23.5% at 15,100 tonnes Vs 19,770 tonnes last year but 12% higher compared to 5-year average for same period.

Other Commodities

**Cotton futures (Jul)** closed lower for the 4th consecutive session on Thursday mainly on on fresh selling. After gap-down opening at 42150, it took support at 41150 levels and closed at 1.8% down at 41700. We expect it to trade in the range of 41150-43500 with positive bias if it sustains above 42150 levels. As per CAI, Cotton acreage seen rising 12% to 135 lakh ha despite drop in North. Cotton area in ongoing kharif season is lower by 6% Y/Y at 19.06 lakh ha Vs 20.27 as on 17th Jun. In Jun, USDA cut global cotton production by 1.5 million bales and cut 1.0 million bales from India for 2021/22 for the second consecutive month to 24.5 million bales. For 2022/23, the production estimates are at 27.5 million bales higher by 12% y/y. Currently, Cotton prices are 87% higher y/y due to lower stocks in the country amid lower production. CAI further lowers cotton crop estimate by more than 8 lakh bales this month to 315.32 lakh bales for 2021-22 season while the MSP is raised by 6.2% y/y in 2022-23 to Rs 6,080 per quintal. The demand for cotton is limited from textile sector in South has taken decision to close 100% mills and stop buying of cotton. Guar seed futures (Jul) closed mostly unchanged as we witnessed lower level buying by the market participants due to slow progress in sowing. It took support at 5430 levels while resistance is near 5520 levels. We expect it to trade sideways to lower if sowing improves in coming days. Currently trading near 10-month lows on good monsoon expectations but higher by about 37% y/y due lower stocks and good export demand. Guar area in Rajasthan is down 64% Y/Y at 37,600 ha compared to 104,000 ha last year. Prices have corrected almost 19% from the 2022 peak despite good exports numbers. Guar gum exports in Apr 2022 higher by 7% y/y at 29,132 tonnes while exports during Jan-Apr 2022 is up by 22% y/y at 79,650 tonnes compared 65275 tonnes last FY. Guargum exports were down about 20% in last FY compared to previous five-year average of 4 lt exports. Castor Seed (Jul) closed 1.3% higher on fresh buying by the market participants. It took support at 7150 levels and break the resistance of 7250. Now there is resistance at 7400 levels. We expect it to trade towards its resistance if it sustains above 7250 levels. Gujarat kharif area under castor is 16 ha Vs 155 ha last year as per data released by the state agriculture dept. Currently, prices are about 43% higher y/y due to slow start to sowing season and lower carry-over stocks. SEA estimates, India's castor seed crop in 2021-22 at 16.94 lakh tonnes — lower by 62,000 tonnes from last year's estimated output of 17.56 lakh tonnes (lt). On the export front, castor meal exports in May 2022 up by 49.5% y/y to 31,150 tonnes, while overall exports in first 5-months in 2022 also up by 3% at 1.57 lt vs 1.52 lt. despite higher export prices by 97% y/y at \$143 per ton compared to \$73 last year. Similarly, castor oil exports in May 2022 were higher by 3.3% y/y at 76300 tonnes despite 43% increase in export prices this season. Exports are down 11.3% y/y to 2.77 lt during Jan-May Period.

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