

COMMODITY DAILY REPORT (AGRI)

6th October, 2020

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	30-Oct-20	1156.75	Up	26.05.20	1,012.00	1100.00

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (Oct)	20-Oct-20	6752.00	Up	29.09.20	6802.00	6585.00
Coriander (Nov)	20-Nov-20	6834.00	Up	29.09.20	6868.00	6700.00
Jeera (Oct)	20-Oct-20	13720.00	Down	08.09.20	13875.00	14160.00
Jeera (Nov)	20-Nov-20	13830.00	Down	18.09.20	13920.00	14170.00
Turmeric (Oct)	20-Oct-20	5774.00	Down	08.09.20	5810.00	5830.00
Turmeric (Nov)	20-Nov-20	5866.00	Down	18.09.20	5998.00	5930.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Oct)	30-Oct-20	759.50	Down	24.09.20	742.40	780.00
CPO (Nov)	27-Nov-20	754.00	Down	24.09.20	750.60	780.00
Ref. soy oil (Oct)	20-Oct-20	899.90	Down	24.09.20	894.00	920.00
Ref. soy oil (Nov)	20-Nov-20	900.20	Down	24.09.20	890.90	920.00
RM Seed (Oct)	20-Oct-20	5479.00	Sideways	18.09.20	5412.00	-
RM Seed (Nov)	20-Nov-20	5512.00	Sideways	18.09.20	5443.00	-
Soybean (Oct)	20-Oct-20	3818.00	Sideways	18.09.20	4006.00	-
Soybean (Nov)	20-Nov-20	3847.00	Sideways	18.09.20	3983.00	-
Castor seed (Oct)	20-Oct-20	4222.00	Up	25.08.20	4098.00	4080.00
Castor seed (Nov)	20-Nov-20	4268.00	Up	25.08.20	4058.00	4080.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Oct)	20-Oct-20	5558.00	Up	07.08.20	4204.00	5100.00
Chana (Nov)	20-Nov-20	5618.00	Up	07.08.20	4245.00	5200.00
Cotton (Oct)	30-Oct-20	18350.00	Up	14.09.20	17920.00	17400.00
Cotton (Nov)	27-Nov-20	18390.00	Up	14.09.20	17730.00	17200.00
Cocud (Dec)	18-Dec-20	1829.00	Down	18.09.20	1816.00	1875.00
Cocud (Jan)	20-Jan-21	1825.00	Down	18.09.20	1821.00	1885.00
Guar seed (Oct)	20-Oct-20	4095.00	Up	01.10.20	4112.00	3930.00
Guar seed (Nov)	20-Nov-20	4100.00	Up	01.10.20	4121.00	3930.00
Mentha oil (Oct)	30-Oct-20	935.60	Sideways	07.09.20	970.00	-
Mentha oil (Nov)	27-Nov-20	960.00	Sideways	30.09.20	955.40	-

**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	1612.50	1570.80	2.65
Coriander	Kota	6755.45	6717.85	0.56
Jeera	Unjha	13700.00	13661.80	0.28
Turmeric	Nizamabad	5555.25	5561.90	-0.12

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	764.00	778.70	-1.89
RM Seed	Jaipur	5600.00	5607.50	-0.13
Refined Soy oil	Mumbai	897.95	910.00	-1.32
Soybean	Indore	3811.00	3957.00	-3.69

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	1926.65	1934.10	-0.39
Cotton	Kadi	17589.80	17492.40	0.56
Chana	Delhi	5400.00	5406.25	-0.12
Wheat	Delhi	1759.65	1791.70	-1.79

Spices

Turmeric futures (October) is expected to hover sideways in the range of 5750-5850. The spot prices of turmeric are not improving due to poor upcountry demand and also the quality of the turmeric. The current market price of turmeric in Erode mandi are as follows, variety wise (Rs./Qtl): Salem Finger 8100 – 8300, Mini Salem Finger 6100 – 6300, Erode Finger 5900 – 6100, 8 No. Finger 5600 – 5800, Salem Bulb 6000 – 6200, Erode Bulb 5600 – 5800, 8 No. Bulb 4500 – 4700. Lower arrivals and slack demand have impacted the sales of turmeric this month at the markets in Erode. Another reason is that the upcountry demand for Erode turmeric has seen a decline as many Merchants in North India have started buying turmeric from Maharashtra and Andhra Pradesh, where the prices rule lower than Erode Market. Jeera futures (October) is expected to trade sideways to down in the range of 13650-13750. The sentiments on the spot markets are weak due to subdued overseas demand. In Unjha, price of exchange-quality jeera quoted at 14,400 rupees per 100 kg. Arrivals are being pegged near 9,000-10,000 bags (1 bag = 55 kg). Dhaniya futures (October) is likely to trade sideways in the range of 6700-6800 tracking the physical market where improved demand from domestic buyers are supporting prices. Lower arrivals also contributed to the rise in prices. Coriander arrivals in Ramganj, a key trading centre in Rajasthan, is around at 2,000-3,000 bags (1 bag = 45 kg). In Ramganj, prices of the badami and the eagle varieties were at 6,800 rupees and 7,100 rupees per 100 kg, respectively.

Oilseeds

Soybean futures (October) is expected to trade sideways in the range of 3800-3850. On CBOT, Chicago soybean futures ticked higher for a second session on Tuesday, with strong demand underpinning prices although rapidly progressing U.S. harvest kept a lid on the market. U.S. soybean harvest was 38% complete as of Sunday, the USDA said in a weekly crop progress report on Monday, ahead of the five-year average of 28% and the average estimate in a Reuters analyst poll of 36%. Commodity funds were net buyers of CBOT wheat, soyoil and soybean futures contracts on Monday. In the previous week, mustard futures clocked an all time of 5534 on the back of news that the Food Safety and Standards Authority of India (FSSAI) wrote a letter to the commissioner of food safety of all states and Union Territories, directing that "blending of mustard oil with any other edible oil in India has been prohibited with effect from October 1, 2020". This bull-run is likely to persist and the October contract is expected to test 5600-5650 levels. There is a shortage in supplies of mustard as well as soybean due to crop failure. Outlook for mustard is bullish as the next crop is about 5 to 6 months away. With the new rule that only pure mustard oil will be made available to the consumers, the crushing demand from millers will increase in days to come. Soy oil futures (October) is expected to consolidate in the range of 895-905, while CPO futures (October) is also likely to trade sideways in the range of 755-765 levels, respectively. Malaysian palm oil futures ended higher on Monday, tracking soyoil gains and a rebound in oil prices, while a forecast of heavy rains and thunderstorms in the country also aided prices. Malaysia's Meteorological Department issued a bad weather warning for several states in the world's second-largest palm producer, including key producing state Sabah that had been hit by floods.

Other Commodities

Cotton futures (October) is expected to trade on a positive note and test 18400-18500, taking support near 18150. Trade sources indicate that mills are currently operating at 75-80 percent capacity, which is likely to improve over the next two months. Chana futures on the national bourse is making a new 3 year since past many weeks, fuelled by reports of reports of damage to urad and moong crops. Secondly, the Government has approved plans to step up procurement of summer-sown pulses at minimum support prices (MSPs) from Tamil Nadu, Karnataka, Maharashtra, Telangana and Haryana. Saying this, the October contract is expected to test 5600-5650 levels in days to come. Guar seed futures (Oct) is expected to trade with a positive bias in the range of 4070-4180. This season there might be a squeeze in the supply side & this shall lend support to the prices. The farmers have preferred cultivating cotton, millet and paddy mainly during the Kharif season over producing guar because the prices have been on the lower side. This time farmers in Sriganaganagar district are giving priority to moong over guar crop due to various reasons; firstly, they get financial support from the Government in form of subsidy under the National Food Security Scheme (Pulses) and secondly, moong crop increases the soil fertility and proves beneficial for the coming crops. Guar gum futures (Oct) will probably gain towards 6300-6350, taking support near 6150. In the present scenario, the millers preferring new guar seed with high moisture because viscosity will be higher in powder made from new seed. Higher viscosity means higher price of guar gum powder.

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