

COMMODITY DAILY REPORT (AGRI)

17th March, 2020

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Apr)	15-Apr-20	2314.20	Down	05.03.20	2590.10	2650.00
Cardamom (May)	13-May-20	2277.90	Down	05.02.20	3687.50	2600.00
Coriander (Apr)	20-Apr-20	5540.00	Down	12.03.20	5725.00	6020.00
Coriander (May)	20-May-20	5566.00	Down	12.03.20	5736.00	6050.00
Jeera (Mar)	20-Mar-20	13435.00	Down	12.03.20	13325.00	13700.00
Jeera (Apr)	20-Apr-20	13125.00	Down	12.03.20	13125.00	13500.00
Turmeric (Mar)	20-Mar-20	5348.00	Down	12.03.20	5594.00	5800.00
Turmeric (Apr)	20-Apr-20	5426.00	Down	12.03.20	5566.00	5800.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Mar)	31-Mar-20	600.40	Down	11.03.20	631.40	640.00
CPO (Apr)	30-Apr-20	589.80	Down	11.03.20	624.30	630.00
Ref. soy oil (Mar)	20-Mar-20	744.60	Down	11.03.20	768.40	770.00
Ref. soy oil (Apr)	20-Apr-20	702.40	Down	11.03.20	742.40	750.00
RM Seed (Apr)	20-Apr-20	3836.00	Down	21.01.20	4304.00	4000.00
RM Seed (May)	20-May-20	3833.00	Down	07.01.20	4464.00	4000.00
Soybean (Mar)	20-Mar-20	3332.00	Down	21.01.20	4222.00	3650.00
Soybean (Apr)	20-Apr-20	3308.00	Down	06.01.20	4208.00	3600.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Chana (Mar)	20-Mar-20	3929.00	Down	24.02.20	3936.00	4080.00
Chana (Apr)	20-Apr-20	3794.00	Down	13.01.20	4406.00	4080.00
Cocud (Mar)	20-Mar-20	1750.00	Up	03.03.20	1672.00	1700.00
Cocud (Apr)	20-Apr-20	1758.00	Up	03.03.20	1693.00	1730.00
Guar seed (Mar)	20-Mar-20	3398.00	Down	11.03.20	3542.00	3750.00
Guar seed (Apr)	20-Apr-20	3370.00	Down	11.03.20	3516.00	3750.00
Mentha oil (Mar)	31-Mar-20	1127.70	Down	12.03.20	1153.10	1200.00
Mentha oil (Apr)	30-Apr-20	1096.10	Down	12.03.20	1116.00	1180.00

**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	2666.70	2572.20	3.67
Coriander	Kota	5912.20	5922.45	-0.17
Jeera	Unjha	13525.00	13511.10	0.10
Turmeric	Nizamabad	5616.65	5650.00	-0.59

Spices

The overall trend of turmeric futures (April) is down & it shall continue till 5300-5250 owing to expectations of higher output. Production is seen rising to a three-year high of 585,000 tn in 2019-20 (Jul-Jun) from 552,500 tn last year, according to trade estimates. The arrivals pressure is increasing due to a rise in incoming of new crops. About 2,100 bags of new turmeric and 1,400 bags of old turmeric are being brought for sale & the traders are also quoting lower prices. At the Erode Turmeric Merchants Salesyard, new finger turmeric was sold at Rs.5,514-7,111 a quintal and root variety at Rs.4,819-6,139. Jeera futures (April) may witness a consolidation in the range of 13000-13300 & the upside may remain capped. The sentiments are bearish due to weak demand from domestic stockists amid expectations of a rise in output. Production may rise 29% to 535,500 tn in 2019-20 (Oct-Sep) because of higher acreage in Rajasthan and Gujarat, the two largest producers, according to a survey by the Federation of Indian Spice Stakeholders. Coriander futures (April) is expected to trade with a downside bias in the range of 5500-5700 levels. The market participants on the spot are holding a bearish view as higher output is expected. The output is likely to rise 55% to 383,060 tn in 2019-20 (Oct-Sep) because of sufficient availability of water and conducive weather conditions. Cardamom futures (April) may plunge towards 2250-2200 levels. Cardamom auctions at both Puttady in Idukki and Bodinayakanur in Tamil Nadu have been suspended indefinitely in view of the novel Coronavirus (COVID-19) threat.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	615.50	634.90	-3.06
RM Seed	Jaipur	4000.00	4013.40	-0.33
Refined Soy oil	Mumbai	771.50	775.10	-0.46
Soybean	Indore	3609.00	3616.00	-0.19

Oilseeds

Soybean futures (April) is expected to do down further towards 3250-3200 levels tracking negative sentiments prevailing on CBOT & sell off in overseas market. Moreover, the spread of coronavirus has also hit soymeal exports from India. The selling may intensify in mustard futures (April) owing to increase in the pace of harvesting mustard, and this factor may keep the upside capped, seen facing resistance near 3935 levels. Moreover, it is reported that NAFED is offloading old mustard stocks and higher fresh supplies are likely to keep the contracts bearish on the bourse in the coming days. Looking at the panic in the global markets due to outbreak of COVID-19 & market participants increasing their bearish positions in edible oils, soy oil futures (April) may consolidate in the range of 690-720. With social distancing, food service industry consumption for vegetable oils will be negatively affected. Global recession will also reduce consumption when people eat out less. The possibilities are higher that CPO futures (April) may trade with a downside bias in the range of 580-600 levels. In the international market, Malaysian palm oil futures closed more than 2% lower as the rapid spread of the coronavirus globally raised concerns over lower demand. U.S. crude fell below \$30 on Monday as emergency rate cuts by the U.S. Federal Reserve and its global counterparts failed to soothe markets amid the outbreak. Weak crude oil futures make palm a less attractive option for biodiesel feedstock. Markets are worried that the pandemic will suppress palm oil consumption and crude oil prices. Some edible oils and biodiesel buyers have been waiting for a floor on palm oil prices over the past few weeks, but the volatility in crude oil has recently impacted demand for the second half the year.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	1826.50	1826.35	0.01
Cotton	Kadi	18381.60	18420.45	-0.21
Sugar M	Kolkata	3366.65	3361.90	0.14
Wheat	Delhi	2200.00	2200.00	0.00

Other Commodities

Cotton futures (March) will possibly continue to hold on to the support near 17700 levels, while the upside may get extended towards 18400-18500 levels. While the global cotton outlook remains bleak, Indian cotton has good prospects in Vietnam, Turkey and Far Eastern Countries. The domestic cotton prices have not fallen as sharply as ICE Futures because there are other markets available to India that can be explored. The coronavirus outbreak will not have much impact on exports of cotton, Cotton Association of India (CAI) has said projecting the overall shipments of the commodity for this season at 42 lakh bales. The pick-up in demand from other markets like Bangladesh will keep the exports at the same level as last year. In the international market, ICE cotton futures slid to a more than six-month low on Monday on fears of the economic fallout from the coronavirus while the U.S. Federal Reserve's second emergency rate cut failed to calm unnerved investors. The mass paranoia and liquidation are weighing on the cotton market. Cotton speculators increased net short positions by 8,606 contracts to 12,096 in the week to March 10, data from the U.S. Commodity Futures Trading Commission showed. . Mentha oil futures (March) is expected to fall towards 1110-1100 levels. The sentiments are weak due to expectations of higher acreage this season amid weak demand from domestic stockists and the pharmaceutical industry. Seasonal demand for the spice oil is declining after the winter season. Chana futures (April) is likely to trade in a broader range of 3750-3850 levels. NAFED's stock liquidation in selected states, along with availability of new domestic crop may continue to pressurize the prices.

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