

COMMODITY DAILY REPORT (AGRI)

5th August, 2020

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	31-Aug-20	1078.00	Up	26.05.20	1,012.00	1030.00

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Aug)	14-Aug-20	1538.00	Sideways	24.04.20	1650.00	-
Cardamom (Sept)	15-Sept-20	1338.00	Sideways	15.05.20	1512.00	-
Coriander (Aug)	20-Aug-20	6482.00	Up	22.06.20	6147.00	6300.00
Coriander (Sept)	18-Sept-20	6558.00	Up	22.06.20	6160.00	6350.00
Jeera (Aug)	20-Aug-20	13930.00	Up	26.05.20	13590.00	13800.00
Jeera (Sept)	18-Sept-20	13950.00	Up	26.05.20	13310.00	13800.00
Turmeric (Aug)	20-Aug-20	5830.00	Up	24.07.20	5862.00	5630.00
Turmeric (Sept)	18-Sept-20	5922.00	Up	03.08.20	5932.00	5700.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Aug)	31-Aug-20	743.40	Up	31.07.20	735.10	710.00
CPO (Sept)	30-Sept-20	737.50	Up	14.07.20	694.20	705.00
Ref. soy oil (Aug)	20-Aug-20	877.60	Up	14.07.20	833.50	855.00
Ref. soy oil (Sept)	18-Sept-20	882.50	Up	14.07.20	831.80	860.00
RM Seed (Aug)	20-Aug-20	5031.00	Up	28.04.20	4132.00	4900.00
RM Seed (Sept)	18-Sept-20	5001.00	Up	28.04.20	4145.00	4855.00
Soybean (Aug)	20-Aug-20	3846.00	Up	04.08.20	3846.00	3765.00
Soybean (Sept)	18-Sept-20	3804.00	Up	04.08.20	3804.00	3720.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Aug)	20-Aug-20	4138.00	Down	09.07.20	4140.00	4175.00
Chana (Sept)	18-Sept-20	4171.00	Down	09.07.20	4106.00	4220.00
Cocud (Aug)	20-Aug-20	1755.00	Down	24.06.20	2119.00	1905.00
Cocud (Sept)	18-Sept-20	1765.00	Down	24.06.20	2057.00	1890.00
Guar seed (Aug)	20-Aug-20	3991.00	Up	17.07.20	3842.00	3720.00
Guar seed (Sept)	18-Sept-20	4040.00	Up	17.07.20	3859.00	3740.00
Mentha oil (Aug)	31-Aug-20	945.60	Sideways	03.08.20	940.00	-
Mentha oil (Sept)	30-Sept-20	954.00	Sideways	03.08.20	937.00	-

**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	1476.70	1593.30	-7.32
Coriander	Kota	6446.30	6446.30	0.00
Jeera	Unjha	14033.40	14050.00	-0.12
Turmeric	Nizamabad	5478.35	5478.35	0.00

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	753.80	751.60	0.29
RM Seed	Jaipur	5173.40	5150.00	0.45
Refined Soy oil	Mumbai	863.00	850.00	1.53
Soybean	Indore	3844.00	3781.00	1.67

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	1927.50	1936.50	-0.46
Cotton	Kadi	16015.20	16015.20	0.00
Sugar M	Kolkata	3485.70	3495.25	-0.27
Wheat	Delhi	1880.20	1878.25	0.10

Spices

Turmeric futures (Aug) is likely to trade sideways to up in the range of 5750-5900 taking positive cues from the spot markets. After four days of closure, the four turmeric markets in Erode reopened on Tuesday. The traders expected good arrival of quality turmeric. But only 2,400 bags of medium-variety turmeric arrived for sale. Some traders have received fresh local demand, examined the samples and purchased for their demands. The sale at the Erode Cooperative Marketing Society and Regulated Marketing Committee are encouraging, as cent per cent sale was recorded in the two markets. But the traders did not quote increased price for the commodity. Jeera futures (Aug) is expected to witness a sideways to down movement in the range of 13800-14000. In the present scenario, the commodity is taking negative cues from the rise in warehouse stock and weak demand from bulk buyers. Gujarat's Unjha mandi is likely to reopen this week. At the Rajkot mandi fewer amounts of arrivals are being seen as the overseas demand is sluggish the market is dependent on local demand only. Dhaniya futures (Aug) is expected to hold on the support near 6400, while the upside may remain capped near 6550 levels. The spot prices are steady due to improvement in demand from domestic stockists and fall in arrivals in spot markets. Supply in the key trading centres is seen falling as the peak arrival season has come to an end. Cardamom futures (Aug) is likely to consolidate in the range of 1500-1550. There is weakness in demand to closure of many markets across the country and also there is pressure of new crop arrivals. It is to be noted that as a preventive measure to contain rising cases of virus infections, auctions are held only twice a week.

Oilseeds

Soybean futures (Aug) may continue to consolidate in the range of 3820-3870. The counter is already reeling under the pressure of anticipated higher supply this season and going ahead demand may also take a hit as DGFT (Directorate General of Foreign Trade) has blocked the online registration of MEIS claims on its portal from exports undertaken Apr 1, onwards. This will result in total stoppage of soymeal exports. Mustard futures are on a bull-run and making a new three year high every week due to short supply and demand for mustard oil shot up due to sudden increase in household consumption. With no stock left with farmers and new season crop arrivals 6-8 months away, mustard prices are likely to remain firm in days to come. Going ahead, every dip can be taken as an opportunity to accumulate this oilseed, eyeing targets of 5050-5070. The edible oils are likely to continue their bull run taking positive cues from the international market. Malaysian palm oil futures tracked rise in Dalian palm and rival soyoil to climb more than 1% on Tuesday, their fourth straight session of gains, helped by expectations for lower July production and inventories. The market is reflecting prices of related oils and waiting for Malaysian Palm Oil Association's forecast for July output for further direction. Dalian's most-active soyoil contract \ rose 1.13%, while its palm oil contract gained 2.89%. Soyoil prices on the Chicago Board of Trade were up 0.51%. Tracking all these fundamentals, it is expected that soy oil (Aug) will probably trade sideways to up in the range of 875-885, and CPO (Aug) in the range of 740-750 levels.

Other Commodities

Cotton futures (Aug) is expected to consolidate and trade on a firm in the range of 16250-16400. Cotton Corporation of India (CCI) said the prices of the fibre crop have bottomed out and expects the demand from the spinning mills to pick up gradually on easing of lockdown. The easing of lockdown norms and return of migrant labour are helping mills to restart operations. Mills need cotton and they have started covering. By first week of August, they are expecting more sales in the domestic market. CCI is pushing for cotton exports to major consuming countries such as Bangladesh and Vietnam through the government channel. However, we may not see a major upside as the country is still reeling under huge inventories. The closing stock as on September 30, 2020 is estimated by the committee at 55.50 lakh bales of 170 kgs each. On the international market, ICE cotton futures climbed to a three-week high on Tuesday, as worries about the quality of natural fiber due to hot temperatures in Texas were underpinned by a federal report. The United States Department of Agriculture's weekly crop progress report showed 45% of the crop in good/excellent condition, compared with 54% a year ago. Chana futures (Aug) would possibly hover sideways in the range of 4120-4150. The current levels of chana are attractive for millers traders due to cheaper pulses and reducing arrivals. Even consumption is likely to increase in coming days as festive period begins next month till Diwali. Meanwhile, prices in spot markets traded much below MSP of Rs 4,875. Mentha oil futures (Aug) is likely to trade sideways in the range of 935-950. The overall sentiment remains bearish due to concern over demand and increased arrivals in key trading centres. The inventories on the MCX warehouses are rising week on week, creating a downside pressure on the commodity.

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