

COMMODITY DAILY REPORT (AGRI)

25th January, 2024

SPICES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Coriander (Apr)	19-04-2024	8080.67	8121.33	8160.67	8201.33	8240.67	Up
Coriander (May)	19-05-2024	8105.33	8170.67	8105.33	8170.67	8105.33	Up
Jeera (Mar)	19-03-2024	26335.00	26805.00	27125.00	27595.00	27915.00	Up
Jeera (Apr)	19-04-2024	25493.33	25686.67	25878.33	26071.67	26263.33	Up
Turmeric (Apr)	19-04-2024	15329.33	15568.67	15869.33	16108.67	16409.33	Up
Turmeric (Jun)	20-06-2024	15466.67	15797.33	16050.67	16381.33	16634.67	Up

OILSEEDS

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Castor seed (Feb)	20-02-2024	5698.67	5741.33	5789.67	5832.33	5880.67	Sideways
Castor seed (Mar)	20-03-2024	5668.33	5694.67	5722.33	5748.67	5776.33	Down

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Kapas(Apr)	30-04-2024	1505.50	1517.50	1525.50	1537.50	1545.50	Sideways
Cocud (Feb)	20-02-2024	2555.33	2580.67	2595.33	2620.67	2635.33	Sideways
Cocud (Mar)	19-03-2024	2586.00	2612.00	2627.00	2653.00	2668.00	Sideways
Guar seed (Feb)	20-02-2024	5351.33	5398.67	5430.33	5477.67	5509.33	Up
Guar seed (Mar)	19-03-2024	5405.33	5454.67	5486.33	5535.67	5567.33	Up
Guar gum (Feb)	20-02-2024	10317.67	10420.33	10502.67	10605.33	10687.67	Up
Guar gum (Mar)	19-03-2024	10479.67	10584.33	10654.67	10759.33	10829.67	Up
Mentha Oil (Jan)	31-01-2024	902.57	904.93	907.47	909.83	912.37	Sideways
Mentha Oil (Feb)	29-02-2024	916.20	918.10	920.90	922.80	925.60	Sideways

**One has to follow the trend and see the price only at closing. This is not for Intra day trading.

SPICES

Turmeric prices extended its gains for fourth consecutive day following aggressive buying in local market. Tighter stocks in the market and expectation of rise in festive demand lent support to prices. Buying activities in turmeric have increased in wake of weaker production outlook for upcoming season. Production is likely to be dropped by about 20% due to lower area under turmeric amid tumbling yield. Arrivals pace have been slower due to delayed harvesting activities in Telangana and Andhra Pradesh. Exports dropped in Nov as India exported only 8.58 thousand tonnes of turmeric in Nov'23 against the 12.39 thousand tonnes of previous year wherein total export during Apr-Nov'23 reported at 110.74 thousand tonnes as compared to 111.94 thousand tonnes of previous year down by 1% Y-o-Y. Exports are likely to increase as per export seasonality that will support firmness in prices further. **Turmeric prices are expected to face resistance near 15900/16800 in the near term. Support is anticipated near 15400/14600 in the near term.**

Jeera futures jumped further because of increased buying at prevailing levels. Exports demand is expected to improve in wake of series of festivals ahead that is likely to support firmness in prices. Exports of jeera have been bleak in year 2023-24 due to lower availability. Exports remained unattractive during most of the time in year 2023 due to unprecedented rally in jeera prices. India exported about 76.3 thousand tonnes of jeera during Apr'23-Nov'23 as compared to 115.75 thousand tonnes of previous year down by 34% Y-o-Y. Exports dropped to 6.2 thousand tonnes in Nov'23 against the 11.7 thousand tonnes of previous year. Gains are likely to be limited in expectations of a bumper crop. Production for the year 2024-25 is likely to be increased by around 30% year-on-year, with a substantial rise in cultivation area. **Jeera prices are likely to trade in range of 26200-32000.**

Dhaniya prices are likely to trade on positive bias with increased exports demand. India exported about 3.05 thousand tonnes of coriander in Nov'23 as compared to 2.4 tonnes of previous year whereas total exports during Apr'23-Nov'23 was reported at 73.18 thousand tonnes against the 21.3 thousand tonnes of previous year up by 243% Y-o-Y. Weaker production outlook and emerging demand in local market is likely to help prices to trade on positive bias. Arrivals are likely to commence in coming weeks that will cap the excessive gains. **Dhaniya prices are likely to trade in range of 7900-8400.**

OTHER COMMODITIES

Mentha oil prices are likely to trade down on muted domestic buying. Reports of tumbling exports of menthol and mentha oil will drag the prices down further. The export of menthol and mentha oil from India witnessed a decline of 15.9 % Y-o-Y to 7.3 thousand tonnes and 19% Y-o-Y to 1.06 thousand tonnes, respectively, during the period from April 2023 to October 2023. However, shrinking supplies and expectation of fall in area under mentha is likely to cap the losses. **Mentha oil is likely to trade in range of 895-930.**

Castor seed prices are expected to trade sideways to higher with shrinking supplies in the market. However, gains are likely to be limited due to muted export enquires of castor oil, meal that will keep crushing activities slower in coming days, and impact of the same is likely to be seen on castor seed prices. **Castor seed prices are likely to trade in range of 5500-5900 levels.**

Cotton prices are expected to trade higher due to lower production estimates in India. Cotton production may decline by around 8 per cent to 294.10 lakh bales in the 2023-24 seasons according to the Cotton Association of India (CAI). Pace of cotton arrivals have slowed down as about 1.78 lakh bales arrived on 23 Jan'24 wherein cumulative arrivals reached at 127 lakh bales so far in year 2023-24. **Cotton MCX prices are likely to trade in range of 55500-57000. Similarly, Kapas Apr'24 futures are likely to trade in range of 1510-1560 level.**

Guar seed futures are likely to trade mixed to down due to demand concerns. Sluggish demand of guar meal and higher stocks in the market is likely to keep prices under pressure. Anticipation of rising seasonal demand for guar meal is expected to maintain higher crushing demand for guar seed in the upcoming weeks that will cap the excessive fall. India has exported about 16.9 thousand tonnes of guar meal in Oct'23 as compared to 9 thousand tonnes of previous year, higher by 87% Y-o-Y. The overall production of guar seed has reportedly decreased by 11%-13% Year-on-Year in the year 2023-24. This reduction in production has resulted in tighter inventory levels for millers. Reports of an increase in the export of guar gum are likely to support prices. India exported about 23 thousand tonnes of guar gum, compared to 21.5 thousand tonnes in the previous year. **Guar seed prices are expected to find support around 5200, with resistance seen at 5600. Similarly, Guar gum prices are likely to find support around 10000, with resistance observed at 10800.**

Vandana Bharti (AVP - Commodity Research)
Ravi Shankar Pandey (Sr. Research Associate)

Boardline : 011-30111000 Extn: 625
Boardline : 011-30111000 Extn: 674

vandanabharti@smcindiaonline.com
ravi16@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



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

Investments in securities market are subject to market risks, read all the related documents carefully before investing. Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. The securities quoted are for illustration only and are not recommendatory. SMC is a SEBI registered Research Analyst having registration number INH100001849. CIN : L74899DL1994PLC063609.

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.