

COMMODITY DAILY REPORT (AGRI)

12th October, 2020

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	30-Oct-20	1164.25	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	6708.00	Up	29.09.20	6802.00	6585.00
Coriander (Nov)	20-Nov-20	6810.00	Up	29.09.20	6868.00	6700.00
Jeera (Oct)	20-Oct-20	13630.00	Down	08.09.20	13875.00	14160.00
Jeera (Nov)	20-Nov-20	13745.00	Down	18.09.20	13920.00	14170.00
Turmeric (Oct)	20-Oct-20	5696.00	Down	08.09.20	5810.00	5830.00
Turmeric (Nov)	20-Nov-20	5784.00	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	788.20	Up	09.10.20	788.20	760.00
CPO (Nov)	27-Nov-20	786.30	Up	09.10.20	786.30	760.00
Ref. soy oil (Oct)	20-Oct-20	926.90	Up	09.10.20	926.90	900.00
Ref. soy oil (Nov)	20-Nov-20	933.50	Up	09.10.20	933.50	910.00
RM Seed (Oct)	20-Oct-20	5411.00	Sideways	18.09.20	5412.00	-
RM Seed (Nov)	20-Nov-20	5462.00	Sideways	18.09.20	5443.00	-
Soybean (Oct)	20-Oct-20	4093.00	Up	09.10.20	4093.00	3950.00
Soybean (Nov)	20-Nov-20	4102.00	Up	09.10.20	4102.00	3950.00
Castor seed (Oct)	20-Oct-20	4122.00	Sideways	07.10.20	4078.00	-
Castor seed (Nov)	20-Nov-20	4192.00	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	5524.00	Up	07.08.20	4204.00	5100.00
Chana (Nov)	20-Nov-20	5584.00	Up	07.08.20	4245.00	5200.00
Cotton (Oct)	30-Oct-20	18610.00	Up	14.09.20	17920.00	17400.00
Cotton (Nov)	27-Nov-20	18760.00	Up	14.09.20	17730.00	17200.00
Cocud (Dec)	18-Dec-20	1879.00	Up	09.10.20	1879.00	1810.00
Cocud (Jan)	20-Jan-21	1877.00	Up	09.10.20	1877.00	1810.00
Guar seed (Oct)	20-Oct-20	4059.00	Up	01.10.20	4112.00	3930.00
Guar seed (Nov)	20-Nov-20	4072.00	Up	01.10.20	4121.00	3930.00
Mentha oil (Oct)	30-Oct-20	940.40	Sideways	07.09.20	970.00	-
Mentha oil (Nov)	27-Nov-20	950.00	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	1587.50	1589.20	-0.11
Coriander	Kota	6706.00	6658.60	0.71
Jeera	Unjha	13600.00	13557.90	0.31
Turmeric	Nizamabad	5542.50	5525.00	0.32

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	785.00	776.30	1.12
RM Seed	Jaipur	5600.00	5573.45	0.48
Refined Soy oil	Mumbai	911.05	909.85	0.13
Soybean	Indore	3990.00	3960.00	0.76

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	1948.90	1920.00	1.51
Cotton	Kadi	17703.35	17664.50	0.22
Chana	Delhi	5425.00	5403.75	0.39
Wheat	Delhi	1770.00	1768.00	0.11

Spices

Turmeric futures (Nov) is expected to decline towards 5700 taking negative cues from the spot markets. Despite the fact that the arrivals of turmeric at the four turmeric markets at Erode had decreased, prices are not showing signs of improvement. Around 1,700-1800 bags of medium-quality turmeric are arriving for sale, of which buyers are purchasing 1,100-1200 bags of turmeric. With only local and little upcountry demand, they are very cautious in their purchase. The buyers quoting slightly increased prices for good-quality turmeric of the medium variety finger turmeric. For lack of demand, limited stocks are being purchased by the stockiest. Turmeric growers, too, brought a limited produce to get feasible prices. At the Erode Cooperative Marketing Society, finger turmeric was sold at Rs.4,674-5,669 a quintal, and the root variety was sold at Rs.4,799- 5,589 a quintal. Jeera futures (Nov) is likely to consolidate in the range of 13700-13800 with upside getting capped. The weakness in spot markets is due to frail domestic buying and slowdown in export demand. Amid steady arrivals of 14,000 bags of jeera, all the varieties are showing a downtrend. Dhaniya futures (Nov) taking support near 6750 may trade higher towards 6900 levels. On the spot, festive demand has brought back cheers to coriander once again as spice manufacturers are engaged in aggressive buying and there has been a shortage of premium quality supplies. It is to be noted that demand has come back with M.P mandis resuming operations after nearly 2 weeks of strike in the state. Meanwhile traders in Rajasthan are gearing up now to stage protests, seeking reduction in mandi fees.

Oilseeds

Soybean futures (Nov) is looking bullish and has further room upside to move higher towards 4150-4200. The gap between demand and supply for this oilseed has increased in the domestic as well as in the international market. Farmers in different parts of Madhya Pradesh told the Thomson Reuters Foundation they had lost as much as 90% of their soybean crop. On the demand side, the FOB spread between Indian Soymeal DOC and Argentina Soymeal DOC is \$25 as of 9th Oct. This has enabled more exports demand for Indian DOC leading to stronger soybean demand in the local market. On CBOT, U.S soybean is trading near its highest in more than 2-1/2 years on the back of robust sales to China and Mexico. The sales come amid concerns about soybean planting delays due to dry weather in Brazil. On the contrary, Mustard futures (Nov) may witness correction and decline towards 5430-5400. It is being estimated that India is likely to grow a record 10 million tons of mustard crop in 2020-21 mainly on likelihood of a sharp rise in area. The government has more than enough mustard seed of good quality for the 2020-21 (Jul-Jun) Rabi sowing. It has total stock of 26,700 tons certified seeds against requirement of 25,100 tons. Soy oil futures (Nov) is expected to trade on a bullish note and test 940-945, while CPO futures (October) will probably zoom upside towards 795-800 levels respectively. The bullishness prevailing in the international market amid reports of damage to palm oil plantations in Malaysia and soy oil trading on multi-weeks high on CBOT, will continue to lend support to the domestic edible oil prices.

Other Commodities

Cotton futures (October) is on a bull run and this shall continue till 18700-18800 taking positive cues from the international market amid crop damage caused by Hurricane Delta and news in the domestic market that with regards to procurement. Cotton Corporation of India (CCI) would procure 125 lakh bales (one bale is 170 kg) of cotton, which is 20 lakh bales more than the 105 lakh bales procured in the previous season. Chana futures is expected to maintain its uptrend, hence buying on dips would be recommended eyeing a target of 5650-5700 for the November contract. On the spot, chana has been witnessing an uptrend in Indore mandis for some time now, on weak availability and strong buying support from the millers ahead of the festival season. Secondly, with the Madhya Pradesh government agreeing to reduce mandi tax from the existing Rs.1.70 to 50 p, trading in all 270 mandis across Madhya Pradesh resumed from last week. Guar seed futures (Nov) is expected to consolidate in the range of 4030-4130. While, Guar gum futures (Nov) will probably trade steady with an upside bias in the range of 6020-6120. As the area sown under guar has reduced, it is expected that the production may fall from 9 million bags of 100 kilograms each in the previous year to about 7.5 million bags this year. On the spot, Guar gum and guar seed prices are showing upside momentum in mandis of Rajasthan and Haryana hoping demand from the US. Currently, guar seed arrival has begun in Sriganganagar, Bikaner, Hissar, Adampur and few areas of Gujarat. Jaipur is also waiting for new arrival. Meanwhile, Western Rajasthan is receiving new guar seed.

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