

COMMODITY DAILY REPORT (AGRI)

16th July, 2018

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Aug)	14-Aug-18	1042.50	Up	12.05.18	892.50	1000.00
Cardamom (Sept)	14-Sept-18	1022.00	Up	13.07.18	1022.00	980.00
Coriander (July)	20-Jul-18	4647.00	Up	14.06.18	4459.00	4550.00
Coriander (Aug)	20-Aug-18	4690.00	Up	14.06.18	4407.00	4650.00
Jeera (July)	20-Jul-18	18440.00	Up	13.06.18	16565.00	17900.00
Jeera (Aug)	20-Aug-18	18515.00	Up	14.06.18	16490.00	18000.00
Turmeric (July)	20-Jul-18	6930.00	Down	03.07.18	7126.00	7240.00
Turmeric (Aug)	20-Aug-18	6958.00	Down	03.07.18	7094.00	7280.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (July)	31-Jul-18	615.10	Down	12.07.18	623.70	636.00
CPO (Aug)	31-Aug-18	606.20	Down	12.07.18	616.50	629.00
Ref. Soy Oil (July)	20-Jul-18	743.65	Up	27.06.18	754.15	740.00
Ref. Soy Oil (Aug)	20-Aug-18	743.30	Up	27.06.18	757.70	740.00
RM seeds (July)	20-Jul-18	4078.00	Up	02.07.18	4033.00	4000.00
RM seeds (Aug)	20-Aug-18	4091.00	Up	02.07.18	4083.00	4060.00
Soy Bean (July)	20-Jul-18	3537.00	Sideways	04.07.18	3528.00	-
Soy Bean (Oct)	16-Oct-18	3319.00	Down	12.07.18	3389.00	3500.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor seed (July)	20-Jul-18	4477.00	Up	14.06.18	4046.00	4320.00
Castor seed (Aug)	20-Aug-18	4509.00	Up	14.06.18	4001.00	4360.00
Cocud (July)	20-Jul-18	1749.50	Up	27.06.18	1534.50	1650.00
Cocud (Aug)	20-Aug-18	1789.50	Up	27.06.18	1581.00	1700.00
Guar seed (July)	20-Jul-18	4005.00	Up	27.06.18	3753.50	3920.00
Guar seed (Oct)	16-Oct-18	4182.50	Up	27.06.18	3927.00	4070.00
Mentha Oil (July)	31-Jul-18	1603.40	Up	27.06.18	1202.40	1500.00
Mentha Oil (Aug)	31-Aug-18	1622.80	Up	27.06.18	1186.20	1520.00

**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	1042.50	1032.00	1.02
Coriander	Kota	5160.15	5153.45	0.13
Jeera	Unjha	18500.00	18514.30	-0.08
Turmeric	Nizamabad	7284.80	7284.80	0.00

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	682.00	692.50	-1.52
RM Seed	Jaipur	4237.75	4243.65	-0.14
Refined Soy oil	Mumbai	754.75	758.05	-0.44
Soybean	Indore	3549.00	3612.00	-1.74

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Guar gum	Jodhpur	8381.00	8584.10	-2.37
Cocud	Akola	1742.00	1741.75	0.01
Cotton	Kadi	22887.40	22708.10	0.79
Guar seed	Jodhpur	4044.55	4123.60	-1.92
Sugar M	Kolkata	3454.75	3452.40	0.07
Wheat	Delhi	1900.00	1888.45	0.61

Spices

Turmeric futures (August) is likely to slip further towards 6800 levels as major producing regions have received good rains this year, which has raised hopes of higher acreage and production. Good rains have been reported in the areas of Marathwada and Sangli, due to which the pace of sowing has been seen well there. This year, turmeric sowing has already been started in Jalgaon, Dhulia, Jalna, Aurangabad, Akola and some other districts, which can result in more output. In Telangana, the area under sowing increased to 10,858 hectares till June 27 from 9,641 hectares during the same period a year ago. Jeera futures (August) may trade sideways to down in the range of 18350-18750 levels. Over the past three consecutive months, there has been a sharp increase in the prices of jeera in the spot market as export demand is rising consistently due to low availability in other key producing countries and weakness in Indian Rupee. The commodity is in over-bought zone & the demand is slowing down, hence there may be slight correction in prices in the coming weeks. Coriander futures (August) is expected to trade with an upside bias in the range of 4620-4720 levels. The arrival of coriander in India's major markets has been decreasing consistently as farmers are paying more attention to the farming. Moreover, farmers who have stocks, have been refusing to sell their produce in the market anticipating more rise in prices ahead, which may lead to a shortage of good quality stock. On the flipside, in the rainy season, moisture starts early in the powder of imported coriander, so the masala traders of North India are now procuring this spice.

Oilseeds

A bearish trend has emerged in soybean futures (October) and is expected to plunge further towards 3280-3250 levels on reports of higher sowing this season. Soybean planting is nearing completion in the major growing areas & the initial forecast show that acreage in the ongoing Kharif season to be higher by 5% over last year's 10.5 million hectares, aided by a surge in rains over the past week. In coming days, soybean could gain area from cotton in Maharashtra and from pulses in Madhya Pradesh. Secondly, the demand for soy meal on the export front is gloomy due to the fact that Indian soybean meal is around \$70 costlier with rival Argentine origin. India soybean (tentative) CIF Rotterdam is available at \$383 per ton, while Indian soybean meal quoted at \$457 per ton. Mustard futures (August) will possibly witness profit booking from higher levels facing resistance near 4130 levels. On the spot markets, the stockists, traders and farmers are liquidating mustard seed to book profit as they have procured it earlier at lower rates. Moreover, the demand for this oilseed will possibly diminish because the crushing of mustard may fall further in July, as arrivals have started declining. The downtrend of CPO futures (August) is expected to get extended further towards 600-595 levels. On the international market, palm oil prices are making a fresh 3-year low due to dearth in demand from the major importing countries owing to the growing fear amidst trade war tensions. Moreover, July output of palm oil in Malaysia is going to pick up nearly 10 percent month-on-month on a seasonal basis and from a low base in June.

Other Commodities

Chana futures (August) may gain further for the third consecutive week & test 4100 levels. This rise is being mainly attributed to the slower pace of pulses this Kharif season & expectation of higher demand day's ahead. On the spot markets, a strong buying is being witnessed by millers with expectations of more rise ahead amid prospects of consumption to rise in coming months as matar imports are negligible, which is close substitute to chana. Cotton futures (July) is likely to gather more steam towards 22760-23100 levels, taking optimistic cues from the international as well as domestic market. The trend of ICE cotton futures has taken a U-turn towards upside taking support near 83 cents per pound on the reports that U.S 2018/19 ending stocks are projected at 4.0 million bales, down 700,000 bales from the June estimate and unchanged from the revised 2017/18 level. Back at home, the delayed rains is shrinking the sowing window for cotton & also delaying the harvesting days. The bullishness will possibly continue to persist over mentha oil (July) as it has the potential to test 1650 levels. At the spot markets of Uttar Pradesh, this commodity is minting gains amid wake of disruption in supply, low inventories and rising demand. Besides, farmers are also holding back produce, expecting more gains ahead. Overall the supply is now insufficient to meet the demand. Guar seed futures (October) is expected to witness a consolidation in the range of 4100-4250 levels. After a rally, the market participants are cautious as a profit booking can be seen from higher levels & secondly there is a forecast of good rainfall in Guar producing belts of Rajasthan.

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