

## COMMODITY DAILY REPORT (AGRI)

18th May, 2020

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (June)	15-Jun-20	1661.80	Sideways	24.04.20	1650.00	-
Cardamom (July)	<b>15-Jul-20</b>	<b>1512.00</b>	<b>Sideways</b>	<b>15.05.20</b>	<b>1512.00</b>	-
Coriander (May)	20-May-20	5946.00	Sideways	09.04.20	6280.00	-
Coriander (June)	19-June-20	5659.00	Sideways	08.04.20	6361.00	-
Jeera (May)	20-May-20	13885.00	Sideways	20.04.20	13765.00	-
Jeera (June)	19-Jun-20	13495.00	Sideways	24.04.20	13655.00	-
Turmeric (May)	20-May-20	5214.00	Down	12.05.20	5242.00	5450.00
Turmeric (June)	19-Jun-20	5280.00	Down	12.05.20	5234.00	5445.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (May)	29-May-20	610.90	Sideways	11.05.20	600.90	-
CPO (June)	30-Jun-20	586.30	Sideways	11.05.20	584.80	-
Ref. soy oil (May)	20-May-20	797.80	Sideways	13.05.20	794.80	-
Ref. soy oil (June)	19-Jun-20	770.40	Sideways	13.05.20	764.60	-
RM Seed (May)	20-May-20	4211.00	Up	28.04.20	4145.00	4040.00
RM Seed (June)	19-Jun-20	4210.00	Up	28.04.20	4132.00	4040.00
Soybean (May)	20-May-20	3872.00	Sideways	08.05.20	3880.00	-
Soybean (June)	19-June-20	3806.00	Down	21.04.20	3758.00	3835.00

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Chana (May)	20-May-20	4104.00	Sideways	12.05.20	4087.00	-
Chana (June)	19-Jun-20	4138.00	Sideways	12.05.20	4118.00	-
Cocud (May)	20-May-20	1984.00	Up	11.05.20	1983.00	1900.00
Cocud (June)	19-Jun-20	2060.00	Up	11.05.20	2008.00	1930.00
Guar seed (May)	20-May-20	3638.00	Up	28.04.20	3444.00	3400.00
Guar seed (June)	19-Jun-20	3588.00	Up	28.04.20	3444.00	3400.00
Mentha oil (May)	29-May-20	1140.30	Up	13.04.20	1132.30	1120.00
Mentha oil (June)	30-Jun-20	1066.40	Sideways	25.04.20	1013.00	-

\*\*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	2525.00	2525.00	0.00
Coriander	Kota	6122.85	6257.25	-2.15
Jeera	Unjha	13883.40	13900.00	-0.12
Turmeric	Nizamabad	5211.10	5228.95	-0.34

Spices

Turmeric futures (June) is likely to find support near 5150 levels. The counter is in oversold region and it is attracting the stockiest to fill up their inventories at such bottom available prices. With over 60% of the units involved in processing turmeric and making value-added products started functioning, turmeric trading is nearing normalcy in Erode. More traders have started arriving and the market will be back to normal soon, and added that once all the units started functioning, demand for turmeric would go up. Jeera futures (June) is seen to trade on a bearish bath towards 13000, facing resistance near 13600 levels. It is reported that the Agriculture Produce Market Committee (AMPC) of Unjha, will resume auction of the spice seeds from this weekend in a staggered manner. Every season, March to May is considered peak season of jeera marketing in Gujarat, the largest producer of spice seed in India. This year, the crop was delayed by around two weeks due to late retreat of monsoon. However, just when arrivals started peaking, the yard was closed since March 22 due to the outbreak of novel coronavirus. So, when the auctions will resume, probably the counter will witness a selling pressure, against lack of export demand. Dhaniya futures (June) will possibly descend towards 5600-5500, facing resistance near 5700 levels. In the present scenario, the Farmers appear to be on a selling mode to meet their financial needs to clear the outstanding dues of agriculture loans. Moreover, demand has taken a hit as departure of labour has affected the functioning of many spices industries especially in Maharashtra, Madhya Pradesh, Rajasthan, Delhi. The buyers are unable to get neither discounts, nor sellers a premium rates for their produce.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	635.90	632.30	0.57
RM Seed	Jaipur	4450.00	4361.30	2.03
Refined Soy oil	Mumbai	778.35	778.35	0.00
Soybean	Indore	3970.00	3973.00	-0.08

Oilseeds

Soybean futures (June) may continue to face resistance near 3830 and trade with a downside bias. The reason being is that this kharif season has brightened the prospects for soybean cultivation starting next month. The Soybean Processors Association of India estimates carryover stock to rise to 13.26 lakh tonnes at the end of September. The markets haven't opened in many regions. But as the trade expects markets to resume operations after the lifting of the lockdown, farmers are likely to flush the market with the stocks available with them, which is about 4 million tonnes as on May 1. This is considerable quantity for the next five months. And without exports, we may be left with a good amount of carry-forward stock for the next season. Mustard futures (June) may witness a consolidation in the range of 4180-4250 levels. The upside may remain limited due to lack of cues from the spot markets. The procurement of mustard continues interrupted in Rajasthan despite closure of all 247 agricultural produce marketing committee (APMC) mandis due to the ongoing strike in the state. These mandis were observing a strike to protest against the imposition of 2 percent farmer's welfare cess. Soy oil futures (June) may remain stable & trade with a positive bias in the range of 765-780, while CPO futures (May) is likely to trade on a positive note in the range of 605-620 levels. The sentiments of the market participants have turned positive after U.S. exporters inked their first soybean oil export deal with China in nearly two years last week, as Beijing seeks to fulfill its purchase commitments in the Phase 1 trade agreement it signed in January.

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2123.15	2088.65	1.65
Cotton	Kadi	15537.10	15537.10	0.00
Sugar M	Kolkata	3380.95	3380.95	0.00
Wheat	Delhi	1970.00	1966.55	0.18

Other Commodities

Cotton futures (May) is expected to trade higher towards 16000, taking support near 15700 levels. The U.S Department of Agriculture estimates that India's mill consumption in MY 2020/21 to be two percent higher than last year. The marginal increase is expected as textile industry operations restart and begin the process of recovery after the impact of the lockdown in MY 2019/20. On the export front, Indian exporters will witness increased competition from exporters such as the United States and Brazil, whose export orders have also been deferred/canceled and will have larger volume of unsold stocks to offload. Moreover, the imports may decline further as a weakening rupee coupled with lower demand will limit cotton imports to only high/premium grades. Chana futures (June) is likely to witness towards correction towards 4000, facing resistance near 4170 levels. The Department of Agriculture, Cooperation and Farmers Welfare stated in a latest update that sowing of pulses continues at a good pace despite the nation-wide lockdown. About 10.35 lakh ha area coverage under pulses as compared to 5.92 lakh ha. during the corresponding period of last year. The bearish momentum will possibly continue to persist over mentha oil futures (May) and in days to come, it can slide down to test 1120 levels. This season, the acreage of menthe in the major grown state of Uttar Pradesh has totaled to 200,000 hectares. It is reported that the sate government is ensuring that the farmers do not face any shortage in the ongoing zaid sowing season, which is a short season between kharif (summer) and rabi (winter) season in the months of March to July. The Zaid crops are grown on irrigated land and do not depend upon monsoon for irrigation.

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