

COMMODITY DAILY REPORT (AGRI)

21st January, 2021

NCDEX AGRIDEX

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
NCDEX AGRIDEX	29-Jan-21	1154.25	Sideways	27.11.20	1183.25	-

SPICES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Coriander (Apr)	20-Apr-21	6060.00	Down	02.11.20	6752.00	6400.00
Coriander (May)	20-May-21	6060.00	Sideways	20.01.21	6060.00	6020.00
Jeera (Mar)	19-Mar-21	13060.00	Down	26.11.20	13785.00	13700.00
Jeera (Apr)	20-Apr-21	13050.00	Down	26.11.20	13995.00	13500.00
Turmeric (Apr)	20-Apr-21	6330.00	Up	11.01.21	6198.00	5950.00
Turmeric (May)	20-May-21	6308.00	Up	11.01.21	6174.00	5970.00

OILSEEDS

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Jan)	29-Jan-21	933.20	Down	19.01.21	924.00	960.00
CPO (Feb)	26-Feb-21	929.10	Down	19.01.21	917.50	960.00
Ref. soy oil (Feb)	19-Feb-21	1086.20	Down	19.01.21	1081.80	1140.00
Ref. soy oil (Mar)	19-Mar-21	1070.20	Down	19.01.21	1111.10	1160.00
RM Seed (Feb)	19-Feb-21	5622.00	Sideways	13.01.20	5717.00	-
RM Seed (Apr)	20-Apr-21	5022.00	Sideways	15.01.21	6003.00	-
Soybean (Feb)	19-Feb-21	4547.00	Up	23.12.20	4478.00	4430.00
Soybean (Mar)	19-Mar-21	4532.00	Up	23.12.20	4491.00	4435.00
Castor seed (Feb)	19-Feb-21	4388.00	Down	26.11.20	4618.00	4560.00
Castor seed (Mar)	19-Feb-21	4420.00	Down	26.11.20	4654.00	4550.00

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Chana (Mar)	19-Mar-21	4415.00	Sideways	04.01.20	4635.00	-
Chana (Apr)	20-Apr-21	4414.00	Sideways	04.01.20	4560.00	-
Cotton (Jan)	29-Jan-21	21160.00	Sideways	21.12.20	20300.00	-
Cotton (Feb)	26-Feb-21	21430.00	Sideways	21.12.20	20020.00	-
Cocud (Feb)	19-Feb-21	2050.00	Sideways	04.01.20	2117.00	-
Cocud (Mar)	19-Mar-21	2075.00	Sideways	04.01.20	2087.00	-
Guar seed (Feb)	19-Feb-21	3929.00	Down	18.11.20	3987.00	4085.00
Guar seed (Mar)	19-Mar-21	3970.00	Down	18.11.20	3945.00	4065.00
Mentha oil (Jan)	29-Jan-21	962.00	Sideways	18.11.21	977.80	-
Mentha oil (Feb)	26-Feb-21	972.90	Sideways	19.01.21	982.90	-

**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	1634.50	1659.20	-1.49
Coriander	Kota	5911.25	5942.50	-0.53
Jeera	Unjha	12957.90	13000.00	-0.32
Turmeric	Nizamabad	5884.10	5845.25	0.66

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	920.80	939.30	-1.97
RM Seed	Jaipur	6171.80	6170.20	0.03
Refined Soy oil	Mumbai	1103.85	1127.95	-2.14
Soybean	Indore	4600.00	4709.00	-2.31

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Cocud	Akola	2067.65	2050.00	0.86
Cotton	Kadi	20891.45	20891.45	0.00
Chana	Delhi	4440.50	4450.00	-0.21
Wheat	Delhi	1954.50	1953.15	0.07

Spices

Turmeric futures (Apr) is expected to trade higher & test 6400-6450, supported by steady demand against lower arrivals. Going ahead, it is expected to take support near 6000 and maintain its upside bias taking positive cues from the spot markets. Turmeric buyers may become active at these levels in coming days as business activities are increasing day by day. Demand from domestic bulk buyers is also expected to rise from next month, when the quality of the new crop improves. Also, there are expectations of lower production in this marketing year which has started from this month. Jeera futures (Mar) may face resistance near 13150, while on the contrary take support near 12970. A slight fall in the production estimate is aiding support to the prices. Jeera production in Gujarat, the top producer, is likely to fall 0.5% to 373,700 tons in 2020-21 (Jul-Jun), according to the state farm department's second advance estimate. However, export demand remained weak as stockists await arrivals of the new crop, which is expected to hit spot markets in February. All the jeera varieties were priced flat. Rough variety of Jeera was quoted at Rs. 2,100-2,170 per 20 kg. NCDEX Jeera was priced at Rs. 2,220-2,320 per 20 kg. Bombay Bold was quoted at Rs. 2480-2570 per 20 kg and Best quality was quoted at Rs 2,420-2,470. In Rajkot, all the jeera varieties are steady. The mandi reported arrivals of 350 bags, unchanged from the last session. Dhaniya futures (Apr) is expected to trade with a downside bias & est 6000-5950 on forecast of a bigger crop in Gujarat and lack of strong demand from domestic buyers. Coriander output in Gujarat, a key producer, is likely to rise 55% to 216,680 tn in 2020-21 (Jul-Jun) due to a sharp increase in acreage, according to the state farm department's second advance estimate.

Oilseeds

Soybean futures (Feb) is expected to consolidate in the range of 4500-4600 with both downside & upside getting capped amid mixed fundamentals. The Solvent Extractors' Association of India has reported that export of soybean meal is back on track, thanks to tightening world supply of soybeans and also linked to the strike induced interruption of Argentina soybean meal. Rapeseed meal and other oilmeals have followed soybean meal. Export of soybean meal reported at 251,221 tons and rapeseed meal 141,866 tons in December, 2020 and cumulative export from April to December, 2020 reported at 888,202 tons and 916,715 tons respectively. On CBOT, Chicago soybean futures fell 2% on Wednesday to their lowest in more than a week as rains across South America eased supply concerns and encouraged selling after recent multi-year highs. A further slide for palm oil futures, which hit a two-month low, also weighed on other oilseed markets like soybeans. Soy oil futures (Feb) may trade higher towards 1095-1100, while CPO futures (Jan) may witness 940-945 levels on the higher side taking positive cues from higher quoting soy oil on CBOT. The market will now wait for more export and production outlook to reinforce sentiment for January end-palm oil inventories in Malaysia. Focus will also be on Indonesia Feb. palm oil export levies and export duty announcement; at present it is expected to increase to \$255 and \$93 per tonne respectively, totalling \$348 per tonne, in comparison to \$72 per tonne export tax from Malaysia. RM Seed futures (Feb) may trade sideways to up within 5605-5700. Mustard seed prices bounced back in spot market of Rajasthan and other producing states as millers and processors rushed for buying at lower prices. Mustard seed prices increased Rs. 50 to settle at Rs. 6150-6155 per quintal in Jaipur. Mustard oil prices also increased but oil cake reduced further. Mustard seed arrival was 75,000 bags in all over the country.

Other Commodities

The sentiments of cotton futures (Jan) may remain upbeat and trade in the range of 20900-21200. The reasons are that in the first place, the Cotton Corp of India (CCI) hiked base price for auction by Rs 300 per candy. Secondly, the sentiments in the international market is bullish on account of U.S. 2020/21 cotton outlook showing higher exports, and lower production and ending stocks this month. U.S cotton exports are raised 250,000 bales as rebounding world demand helps sustain a strong export pace. With lower production and higher demand, 2020/21 U.S. ending stocks are 1.1 million bales lower relative to last month, at 4.6 million bales or 26 percent of use. A recent survey of U.S. growers conducted by a trade publication suggested that U.S. acreage could decrease about 5% next crop year. Guar seed futures (Feb) is expected to trade higher & test 3960, while guar gum futures (Feb) may test 6200-6250 on the higher side. Guar gum the prices inched up in spot market of Rajasthan, Gujarat and Haryana as some gum powder producers were buying guar gum split aggressively. According to sources Gujarat based manufacturers were producing crude oil grade (fast hydration) gum powder as they secured some export orders. Chana futures (Mar) may face resistance near 4460. The counter has come under pressure from improving weather in major crops regions and limited demand. Contributing to negative sentiments is the soaring area under cultivation this Rabi season and secondly, Nafed actively seeking to sell the Chana stocks.

Vandana Bharti (AVP - Commodity Research)
Subhranil Dey Sr. Research Analyst (Agro)

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

vandanabharti@smcindiaonline.com
subhranildey@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



Moneywise. Be wise.

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

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.