

COMMODITY DAILY REPORT (AGRI)

4th December, 2018

SPICES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
Cardamom (Dec)	14-Dec-18	1464.60	Up	07.11.18	1477.30	1440.00
Cardamom (Jan)	15-Jan-19	1491.80	Sideways	15.11.18	1500.00	-
Coriander (Dec)	20-Dec-18	6584.00	Down	22.11.18	6239.00	6600.00
Coriander (Jan)	18-Jan-19	6600.00	Down	22.11.18	6380.00	6750.00
Jeera (Dec)	20-Dec-18	18740.00	Down	14.11.18	20020.00	20200.00
Jeera (Jan)	18-Jan-19	18990.00	Down	14.11.18	19690.00	20300.00
Turmeric (Dec)	20-Dec-18	6482.00	Up	30.11.18	6502.00	6405.00
Turmeric (Apr)	16-Apr-19	6700.00	Up	30.11.18	6642.00	6320.00

OILSEEDS						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND CHANGED	CLOSING STOP LOSS
CPO (Dec)	31-Dec-18	488.40	Down	26.10.18	567.20	505.00
CPO (Jan)	31-Jan-19	494.00	Down	26.10.18	568.20	510.00
Ref. Soy Oil (Dec)	20-Dec-18	728.20	Down	26.11.18	716.20	735.00
Ref. Soy Oil (Jan)	18-Jan-19	725.65	Down	26.11.18	714.60	735.00
RM seeds (Dec)	20-Dec-18	3962.00	Down	20.11.18	4080.00	4140.00
RM seeds (Jan)	18-Jan-19	4007.00	Down	01.10.18	4209.00	4180.00
Soy Bean (Dec)	20-Dec-18	3337.00	Sideways	29.11.18	3355.00	-
Soy Bean (Jan)	18-Jan-19	3377.00	Sideways	29.11.18	3393.00	-

OTHER COMMODITIES						
COMMODITY	EXPIRY DATE	CLOSING PRICE	TREND**	DATE TREND CHANGED	RATE TREND STOP LOSS	CLOSING
Castor seed (Dec)	20-Dec-18	5622.00	Down	16.11.18	5970.00	5600.00
Castor seed (Jan)	18-Jan-19	1910.00	Down	20.11.18	5772.00	5700.00
Cocud (Dec)	20-Dec-18	1923.50	Down	20.11.18	1930.50	1980.00
Cocud (Jan)	18-Jan-19	4359.00	Down	20.11.18	1942.00	1990.00
Guar seed (Dec)	20-Dec-18	4420.50	Down	19.11.18	4515.00	4450.00
Guar seed (Jan)	18-Jan-19	1583.60	Down	19.11.18	4492.00	4500.00
Mentha Oil (Dec)	31-Dec-18	1672.50	Down	19.11.18	1742.20	1720.00
Mentha Oil (Jan)	31-Jan-19	5622.00	Down	19.11.18	1724.60	1740.00

**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	1411.90	1414.20	-0.16
Coriander	Kota	6390.65	6300.60	1.43
Jeera	Unjha	19324.10	19291.40	0.17
Turmeric	Nizamabad	7060.40	7038.65	0.31

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
CPO	Kandla	565.00	575.00	-1.74
RM Seed	Jaipur	4175.25	4200.00	-0.59
Refined Soy oil	Mumbai	725.60	729.00	-0.47
Soybean	Indore	3428.00	3425.00	0.09

Commodity (Spot)	Location	Closing Price	Previous Close	% Diff
Guar gum	Jodhpur	8828.80	8760.60	0.78
Cocud	Akola	1917.20	1923.65	-0.34
Cotton	Kadi	21297.80	21082.70	1.02
Guar seed	Jodhpur	4397.10	4350.00	1.08
Sugar M	Kolkata	3242.85	3266.65	-0.73
Wheat	Delhi	2073.50	2077.50	-0.19

Spices

Turmeric futures (April) is expected to face resistance near 6780 levels & the upside may remain capped taking negative cues from the spot markets. Turmeric prices were down, said trade sources. Finger turmeric was down by Rs.600 a quintal at the Erode Cooperative Marketing Society where it was sold at Rs.5,788-7,150 while root variety went for Rs.5,355-6,789; at the Regulated Marketing Committee finger turmeric sold for Rs.5,777-6,800 and root variety Rs.5,240-6,091. Jeera futures (Dec) is expected to hover sideways to down in the range of 18600-18900 levels. Jeera prices have cooled a bit from their recent high levels because of reduced offtake in the spot market. The buyers are awaiting the fresh crop and postponing purchases. Sowing will continue till mid of December and new jeera arrivals will begin from mid-February. Gujarat is the largest producer of cumin, accounting for nearly two-thirds of India's output and is also a major producer of coriander. According to State government data on rabi sowing, as on November 26, jeera sowing was completed on 1,22,200 hectares, which is down by 36 percent against what was reported in the same period last year. The trend of coriander futures (Dec) is bullish & is expected to test 6700 levels. Spot coriander prices continued their uptrend at major markets in the country on Monday due to strong buying as production is likely to decline due to scanty rains in major producing states. As per trade sources, coriander production is likely to decline by a-third from the previous year to around 240,000 tonnes in 2018-19 (Oct-Sept).

Oilseeds

Soybean futures (Dec) is expected to trade with a downside bias & may even plunge towards 3300 levels. The main concerning factor is an increasing price of domestic soymeal in the international market, which could restrict overseas demand. Soymeal export has been mainly affected by the increasing disparity with rival Argentine amid higher soybean price at domestic level and sustained recovery in Indian rupee over the last few trading sessions. Indian soymeal spread has increased to around USD 55 per tonne (CNF-Rotterdam) to Argentine origin. Further sluggish tone in soy oil is also an important factor need to be watched out. The trend of mustard futures (Dec) has turned bearish & is expected to plunge towards 3920 levels. The sentiments are not encouraging amid good pace of Rabi sowing followed by slow demand in mustard oil due to higher rates as compared to other competing edible oils. The mustard/rapeseed crop, is still holding up with the planting being 4.29 per cent higher than that compared with the same week last year. The total area under oilseeds so far is 63.14 lh, which is up 0.38 per cent (62.90 lh). CPO futures (Dec) would probably witness a consolidation in the range of 483-493 levels. The sentiments of palm in the international market are still bearish on the back of rising stockpiles and expectations that top palm producer and exporter Indonesia will soon implement the removal of its palm oil export levies. The benchmark palm oil contract for February delivery on the Bursa Malaysia Derivatives Exchange ended near 2000 ringgit on track to snap three sessions of gains.

Other Commodities

Cotton futures (Dec) is expected to consolidate in the range of 21400-21650. Market arrivals of cotton have slowed as farmers have begun to hold back their produce anticipating better prices. However, the decline in market arrivals in the early part of the marketing season does not appear to deter the mill sector, which is sitting on 'comfortable' stocks. Arrivals this year during October 1-November 28 stood at 65.79 lakh bales (of 170 kg each), about 31 per cent lower than the 95.09 lakh bales in the corresponding period last year. However, this huge drop does not seem to have triggered a demand. Also, the Cotton Advisory Board (CAB), in its first estimate released, forecasts the yield to decline to 501.47 kg per hectare (ha) for the cotton season October 2018-September 2019 from 506.07 kg the previous year. Guar seed futures (Dec) is expected to trade sideways in the range of 4330-4400 levels, while guar gum (Dec) may trade in the range of 8780-8920 levels. The upside may remain capped in these counters due to concerns about export demand for Guar gum. The strength in local currency also weighed on prices as it makes export costlier resulting in lower competitiveness of the commodity in the international markets. Chana futures (Dec) may trade with a downside bias & break the support near 4635, to plunge towards 4600-4580 levels. Nafed activeness in liquidating procured stock at existing prices may continue to weigh on prices. It is reported that Nafed has a balance of 36873.41 MT in Andhra Pradesh, 22699 MT in Telangana, 50467.76 MT in Karnataka, 151010.33 MT in Maharashtra, 532151.77 MT in Rajasthan & 53065.13 MT in Gujarat.

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.