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## Guar

March 18, 2010

### Spot Prices (Rs/Qtl)

Centers	Variety	17/03/10	16/03/10	+/-
Jodhpur	Whitish Guar seed	2300	2274	+26
Jodhpur	Guar gum	4722	4641	+81
Bikaner	Guar seed	2286	2244	+42

### Futures Price: NCDEX

Contract	Open	High	Low	LTP	+/-	Vol	O.I
Mar 10	2244	2296	2244	2274	+29	32410	26030
Apr 10	2272	2321	2266	2295	+27	318140	187150

### Market News

- Spot prices at major mandis were quoted at higher rates tracking futures. Guar futures traded in sideways to down manner in the beginning of the session but strengthened towards the end and touched a high of Rs.2321/qtl and settled lower on Wednesday.
- Lacklustre demand from the overseas is keeping the Guar prices down. Guar gum prices in the international market are also remaining steady over a couple of days.
- In NCDEX-accredited warehouses stock of guar seed stands at 28476 tonnes and Guar gum at 34892 MT as on 16<sup>th</sup> March, 2010. Spread between March and April contract is Rs.21.

### Fundamental Analysis

- Demand from the overseas is slow but is expected to improve from the end of March. Prices may find support only if significant demand is present from the overseas buyers.
- Demand from millers is expected to improve gradually in the coming weeks. Good demand for its by-products like Churi and Korma is also supporting the prices of Guar seed.
- However, due to decline in the output by almost 65-70%, it is expected that the prices will gain once again as soon as the overseas demand picks up. Further, Guar seed and gum stocks at the warehouses are depleting which may provide support to the prices in the long term (April mid onwards).

### NCDEX April 2010 Contract: Guar seed



### Technical Analysis

- Prices on daily charts closed below its 10-days and its 20-days EMA, which indicates downward trend.
- 14-days RSI is at 41.3 and is moving in the neutral zone.
- MACD is trading in the territory.

Contract	S1	S2	R1	R2
April 2010	2265	2240	2325	2350

### Outlook

Guar seed futures are likely to trade in sideways to up manner due to improved buying at lower levels. The market has already discounted the fact of drop in guar seed output by gaining almost 58% during the last year. The prices will find support to gain further only if the overseas demand from US and China emerges in coming days.



## Chana

March 18, 2010

### Spot Prices (Rs/Qtl)

Centers	Variety	17/03/10	16/03/10	+/-
Delhi	Rajasthan line	2085	2100	-15
Delhi	MP line	2150	2156	-6
Indore	Desi Chana	1998	1998	-

### Future Price: NCDEX

Contract	Open	High	Low	LTP	+/-	Vol	O.I
Mar 10	2115	2130	2101	2106	-14	9950	14490
Apr 10	2203	2212	2176	2183	-17	110910	75020

### Market News

- Steady to slightly weak sentiments prevailed in the major mandis amidst better arrivals and reduced offtakes. Chana futures traded in sideways to down manner since the beginning of the session tracking lacklustre trades and ended the day negatively on Wednesday.
- Demand from the local stockists has reduced due to expectation that the prices may further ease off. Fresh arrivals from Rajasthan are expected in the coming days.
- According to the government's press release rabi chana crop's cropped area this year and last year as on 11<sup>th</sup> March is equal to 89.22 lakh ha and 83.51 lakh ha respectively.
- In NCDEX-accredited warehouses stock of Chana stood at 26144 MT as on 16<sup>th</sup> March, 2010. Spread between March and April contract is at Rs. 80.

### Fundamental Analysis

- Stockists buying may be initiated as the prices are quoting at lower levels. If, significant demand from the domestic market is there Chana prices may find support and strengthen. However, better production estimates of chana may cap the upside.
- According to second advance estimates, another bumper crop of Chana is expected in the coming season due to increased acreage and favorable weather in key growing areas. This may cap the prices and selling is likely to be witnessed if prices touch resistance level at the futures.
- Area under other Rabi pulses like Urad and moong is expected to be better according to the report on March 04, 2010. This may cap the upside in Chana prices.

### NCDEX April 2010 Chana Contract



### Technical Analysis

- Prices on daily charts closed below its 10-days and its 20-days EMA, indicating downward trend.
- 14-days RSI is at 39.6 and is trading in sideways manner.
- MACD is trading in the positive territory.

Contract	S1	S2	R1	R2
April 2010	2165	2150	2215	2230

### Outlook

Chana futures are likely to trade in the sideways to down manner due to fresh arrivals from Rajasthan and Madhya Pradesh. The output of other Pulses is estimated to remain unchanged and thus prices of these Pulses like Tur, Urad and Moong which had declined in the last few weeks will not fall much now onwards. Thus, tracking the other Pulses, we don't expect much downside in the Chana prices till mid March. In the long term (April onwards), Chana prices are likely to trade with bearish sentiments once prices consistently trade below Rs.2000 levels as fresh arrivals from Rajasthan and MP coupled with estimates of higher production may pressurize the prices.



## Black pepper

March 18, 2010

### Spot Prices (Rs/OtI)

Centers	Variety	17/03/10	16/03/10	+/-
Kochi	Garbled	13391	13198	+193
	Ungarbled	12850	12750	+100

### Market News

- Pepper prices at the benchmark Kochi market were quoted at higher rates tracking pepper futures and reports of delayed harvesting of pepper in Vietnam, the major producer.
- Pepper Futures continued its upward move and hit the upper circuit of 3% and above and ended the day positively on Wednesday.
- Lacklustre demand continues to prevail in the overseas as the buyers are following a wait and watch stance. Pepper prices in the international market of Vietnam Asta grade at \$2,975/tonne, Indian Asta grade at \$3,050/tonne(c&f).
- Spread between March and April contract is at 275. Black Pepper stocks in the NCDEX warehouse stood at 2738 mt as on 16<sup>th</sup> March,2010.

### NCDEX April 2010 Contract : Black Pepper



### NCDEX Futures Price:

Contract	Open	High	Low	LTP	+/-	Vol	O.I
Mar 10	12959	13478	12959	13478	+531	2296	1562
Apr 10	13224	12753	12224	13753	+533	8035	6895

### Fundamental Analysis

- Pepper prices are quoting at lower levels. Fresh buying from the domestic buyers may be initiated in the short term.
- Demand from the overseas buyers is silent over a couple of days. Buyers are waiting in anticipation that the pepper prices in the international market may ease further due to fresh pepper arrivals from Vietnam. This may pressurize the prices in the short term.
- In the medium to long term (April onwards) prices may depend on the pepper stocks in Indonesia and Brazil. Demand from the overseas and domestic market, clear production estimates of Vietnam.

### Technical Analysis

- The 14-Day RSI is at 62.8 and is trading in sideways to up manner.
- Prices closed above its 10-Day and its 20-Day EMA indicating upward trend.
- MACD is trading in the positive territory.

Contract	S1	S2	R1	R2
April 2010	13550	13400	13930	14100

### Outlook:

Pepper prices in the intraday may trade in sideways to up manner due to buying by the domestic stockists. In the short term (till March) Pepper prices may be determined by demand from the domestic and overseas buyers and fresh pepper arrivals in Vietnam. In the medium to long term (April onwards) prices may be determined by the demand from the overseas and domestic market, pepper production in Vietnam, pepper price parity of the major origins such as Brazil, Indonesia, India and Vietnam.



## Turmeric

March 18, 2010

### Spot Prices (Rs/Qtl)

Centers	Variety	17/03/10	16/03/10	+/-
Nizamabad	Finger	10900-11000	Closed	-
	Gattah	10000-10100	Closed	-
Erode	Finger	11000-11200	Closed	-
	Gattah	9800-10000	Closed	-

### NCDEX Futures Price

Contract	Open	High	Low	LTP	+/-	Vol	O.I
Apr 2010	10323	10854	10323	10854	+418	1870	15030
May 2010	10410	10828	10410	10828	+417	5500	7810

### Market News

- Spot prices at the major domestic mandis were quoted at higher rates due to better offtakes by the stockists on Wednesday.
- Domestic mandis in Erode and Nizamabad are witnessing improved arrivals of around 20000 and 12000 bags in Erode and Nizamabad mandis respectively.
- Demand from the local stockists has improved in anticipation of further rise in the prices in the coming days.
- Turmeric futures continued their upward move since the beginning of the session and ended the day on the upper freeze for the day on Tuesday.
- Spread between the Apr and May contract is at -26.

### Fundamental Analysis

- Turmeric prices in short term may remain firm due to better offtakes by the local stockists.
- Demand from the local stockists ahead of wedding season and lower availability of turmeric in the domestic market may control the prices from falling sharply down in the short term (15-20days).
- Prices in the far month contract in the short term (till March) may depend on the fresh arrivals and demand from the domestic and overseas market. In the medium to long term prices are likely to trade in sideways to down manner due to fresh turmeric arrivals in the domestic mandis (April onwards).

### NCDEX April 2010 Contract: Turmeric



### Technical Analysis

- Prices closed above its 10-Day and its 20-Day EMA indicating upward trend.
- 14-Day RSI is at 84.1 and is trading in the overbought region.
- MACD is trading in the positive territory.

Contract	S1	S2	R1	R2
April 2010	10670	10500	11035	11200

### Outlook

Turmeric prices in the intraday may trade in sideways to up manner due to buying by the local stockists. Prices may recover in short term if domestic buying from stockists is present in good quantity. In the long to medium term (April onwards) prices may take cues from the turmeric arrivals and demand from the domestic and overseas market.



## Jeera

March 18, 2010

### Spot Prices (Rs/Otl)

Centers	Variety	17/03/10	16/03/10	+/-
Unjha	F.A.Q.	11812	11637	+175
	Ganesh	11530	11430	+100

### Market News

- Benchmark Unjha prices of Jeera were quoted at higher rates due to improved arrivals and better offtakes. Arrivals increased to 27-28 thousand bags.
- Prices at the futures traded in bullish manner since the beginning of the session and hit the upper circuit of 2% but profit booking towards the end of the session was witnessed on Wednesday.
- Demand from overseas as well as domestic buyers have reduced but are expected in the coming days.
- Sowing of jeera in Syria and Turkey have commenced from end of February and will continue till mid of March. Jeera stocks in the NCDEX warehouse stood at 5582 mt as on 16<sup>th</sup> March, 2010. Spread between March and April contract is at 666.

### NCDEX April 2010 Contract: Jeera



### Outlook

Jeera prices in the intraday may trade in sideways to up manner due to buying by the stockists at the domestic market. In the short term (till March) trend may be determined by the demand from the domestic and overseas market and price parity of the different origins in the international market. In the medium to long term (April onwards) prices may be determined from the Jeera sowing estimates of India and demand from the overseas market.

### NCDEX Futures Price:

Contract	Open	High	Low	LTP	+/-	Vol	O.I
Mar 10	11251	11490	11225	11390	+122	1236	2247
Apr 10	11997	1257	11997	12050	+51	11952	9945

### Fundamental Analysis

- Improved buying at lower levels by the stockists and anticipation of overseas demand led prices to strengthen.
- In the short term (till March) prices may be determined by stocks of jeera with Syria and Turkey, price quotes of jeera in the international market and demand from the domestic and overseas market.
- Jeera price quotes of Syria and Turkey are around \$2450/tonne and \$2500/tonne respectively. Further they have lower stocks to dispose which may provide support to the prices.
- In medium to long term (April onwards) jeera price trend would be determined by the sowing progress in Syria and Turkey and demand from the overseas and domestic market.

### Technical Analysis

- Prices closed above its 10-Day and its 20-Day EMA indicating upward trend.
- The 14-Day RSI is at 51.8 and is trading in sideways to up manner.
- MACD is trading in the positive territory.

Contract	S1	S2	R1	R2
April 2010	11940	11850	12260	12350



## Soybean

March 18, 2010

### Spot Prices: Soybean (Rs/Qtl)

Centers	17/03/10	16/03/10	+/-
Indore	2025.00	2010.00	+15.00
Kota	2030.00	2015.00	+15.00

### NCDEX Futures Price: (Price/Qtl)

Contract	Open	High	Low	LTP	+/-	Vol	O.I
March	2026.50	2060.00	2026.50	2044.00	+12.00	21230	59860
April	1972.00	1997.50	1967.00	1981.50	+20.50	54540	152240

### Market News

- Spot market traded slightly higher on thin arrivals and firm overseas market also provided support to bulls on Wednesday. Arrivals were steady at 2000 bags at Indore mandi and 25,000 bags in Madhya Pradesh on Tuesday.
- CBOT May soybean futures ended higher at \$ 9.59/bushels on Wednesday, up 14.00 cents/bushels as compared to previous close.
- The overall export of oil meals during first nine months of the financial year 2009-10 is reported at 2,286,369 tons compared to 4,069,597 tons for the same period of last year i.e. down by 44% due to weak export demand coupled with lower crushing and disparity in last 3 months due to excessive speculation in future market.
- Spread between March and April contract is Rs -63.00 against previous day of Rs -74.00 per 100 Kg.

### Fundamental Analysis

- April soybean futures ended higher on account of short covering and firm overseas market on Wednesday.
- Better global production of Soybean and lower exports of Soy meal may pressurize the prices of Soybean complex in the short term.
- Net sales for soybeans came in at a negative 115,800 tonnes for the current marketing year and 65,100 for next year for a total of minus 50,700 tonnes. As of March 4th, cumulative soybean sales stand at 92.5% of the USDA forecast for 2009/2010 versus a 5 year average of 83.3%. Sales need to average 111,000 tonnes each week to reach the USDA forecast. Net meal sales came in at 1,900 tonnes for the current marketing year and 300 for next year for a total of 2,200. Cumulative meal sales stand at 81.2% of the USDA forecast for 2009/2010 versus a 5 year average of 59.0%. Sales need to average 60,000 tonnes each week to reach the USDA forecast.

### NCDEX April Contract: Soybean



### Technical Analysis

- Prices closed below its 10 Day and below its 20 Day EMA, which indicates bearish market sentiments.
- 14-Day RSI is at 37.83 and trading in the neutral region.
- Daily MACD turned in negative territory.
- Prices are likely to trade sideways with support and resistance as follows:

Contract	S2	S1	R1	R2
NCDEX April	1950.00	1960.00	2005.00	2020.00

### Outlook

Soybean prices are expected to bounce back due to short coverings and firm international prices in the intraday but bearish fundamentals may cap the upside. Further, in the long term perspective, soybean prices are expected to trade lower on poor export demand of domestic soy meal and favorable weather in Argentina for soy bean crop. Globally soybean production is estimated higher as compared to last year also in favour of bears in the market.



## Mustard Seed

March 18, 2010

### Spot Prices: Mustard Seed (Rs/20 kg)

Centers	17/03/10	16/03/10	+/-
Jaipur	494.00	486.00	+8.00
Alwar	495.00	487.00	+8.00

### Futures Price: NCDEX (Price/20 Kg)

Contract	Open	High	Low	LTP	+/-	Vol	O.I
Apr	480.00	489.65	478.25	486.45	+6.95	99590	82300
May	485.00	493.25	482.40	490.75	+7.15	95660	93290

### Market News

- In the spot market, mustard seed witnessed mixed trades due to demand from the local stockists on one hand and improved arrivals on the other.
- Arrivals of Mustard seed in Rajasthan improved further and reported steady at 1.7 lakh bags (85 kg each) on Tuesday.
- Spread between April and May contract is Rs 4.30 against previous day of Rs 4.15 per 20 Kg.

### Fundamental Analysis

- NCDEX April Mustard seed futures ended slightly higher on second consecutive day due to buying at lower levels on Wednesday.
- Domestic Rabi oilseeds area so far been covered on 93.05 lakh hectare against 98.29 lakh hectare during corresponding period a year ago, as on March 04, 2010. If the yield is better prices may witness bearish sentiments.
- Area under Rapeseed/Mustard Seed is reported at 64.92 lakh hectares against 66.87 lakh hectares a year ago, Groundnut at 9.86 lakh hectares against 9.50 lakh hectares, Sunflower sowing is reported at 8.78 lakh hectares against 11.42 lakh hectares in the corresponding period last year.

### NCDEX April Contract: Mustard Seed



### Technical Analysis

- Prices closed above its 10 Day & its 20 Day EMA, which indicates bullish market sentiments.
- 14-Day RSI is at 50.21 which are in neutral zone.
- Daily MACD is in positive territory.
- Prices are expected to trade sideways up with short-term support and resistance as follows.

Contract	S2	S1	R1	R2
NCDEX Apr	480.00	482.00	495.00	498.00

### Outlook

Mustard Seed prices are expected to trade slightly higher on higher prices of other oilseeds and lower production estimates of mustard seeds (for short term). However, in the long term, overall it is expected to trade lower on account of higher global oilseeds output and huge import of edible oils may provide support to bears.



## Refined Soy Oil

March 18, 2010

### Spot Prices: (Rs/20 kg)

Centers	17/03/10	16/03/10	+/-
Indore	454.00	452.00	+2.00
Kota	455.00	453.00	+2.00

### Market News

- MCX April CPO closed higher Rs 0.50 at Rs 371.60/10 Kg on Wednesday, from its high of the day (373.40) and touched a low of 371.00 levels.
- The benchmark June contract on BMD CPO ended higher at MYR 2595/tonnes on Wednesday, up MYR 26/tonnes as compared to previous close, from its high of the day 2600 levels and touched a low of MYR 2576/tonnes.
- Spread between NCDEX & MCX April Ref Soy Oil contracts are Rs -2.35 against previous day of Rs -1.70 per 10 Kg.
- As per SGS (Cargo Surveyor, Malaysia) Malaysia's palm oil exports during the March 1-10 were at 434,340 metric tonnes, up 5.8% as compared to previous month.

### Refined Soy Oil Futures Price: (Rs/10 kg)

Contract	Open	High	Low	LTP	+/-	Vol	O.I
NCDEX Apr	458.50	461.65	457.65	458.30	+1.50	57830	75170
MCX Apr	457.00	459.60	455.50	455.95	+0.85	4650	9180

### Fundamental Analysis

- Soy oil prices ended in green on account of firm overseas market on Wednesday.
- CBOT May Soybean oil futures ended higher at 39.83 cents/pound on Wednesday, up 0.46 cents/pound as compared to previous close.
- The USDA's net oil sales came in at minus 9,400 tonnes. Cumulative oil sales stand at 74.3% of the USDA forecast for 2009/2010 versus a 5 year average of 48.9%. Sales need to average 13,000 tonnes each week to reach the USDA forecast. The US Senate has inserted the \$1 per gallon bio-diesel subsidy into another jobs bill and this bill has now passed the Senate. It will now go to the House of Representatives.

### NCDEX April Contract: Refined Soybean Oil



### Technical Analysis

- Prices closed below its 10 day & its 20 day EMA, which indicates bearish market sentiments.
- 14-Day RSI is at 41.34, which is in neutral zone.
- Daily MACD just turned in negative territory.
- Prices are likely to trade sideways with short term support and resistance as follows:

Contract	S2	S1	R1	R2
NCDEX April RSO	454.00	456.00	463.00	465.00
MCX April CPO	368.00	369.00	374.00	375.00

### Outlook

Refined soy oil futures are expected to trade range bound amid subdued trading activity on lack of fresh fundamentals (for short term). In the long term perspective, higher import of edible oils during the first 3 month of oil marketing year as compared to last year during the same period. Huge stock of imported edible oil and decision of continue to import of crude edible oil at 0% also in favor of bears in the market.