

Thursday, 19 May 2016

SPICES

News Updates:

The US believes the Indian government has a "lot of interest" in biotechnology and genetically modified crops and said the anxiety of consumers over issues related to altered agricultural produce can be overcome. Import of GM Soyabean, which India doesn't allow, could help meet the country's edible oil and poultry feed requirements, Scott S Sindelar, Minister Counselor for Agricultural Affairs at the US embassy in India, told ET in an interview. India should open up to US investment in the agriculture sector, Sindelar said, adding that the government's intervention in the cotton seed market could send signals to US investors that may not reflect the opportunities in the country. Earlier this year, the government set a uniform price for Bt cotton seeds across states for the benefit of farmers, a decision that affected Monsanto, the world's largest seed company BSE -0.59 %.

SPICE IN FOCUS <<<



JEERA (JUNE)

BUY AT 16580-16560 TP-16740 SL BELOW 16470.

Analysis:

Jeera is forming a pair of inverted hammer and straight hammer candlesticks on daily chart, indicating that the short covering may continue for next couple of days. However, the trend is still looking to turn back in favor of bears BUT till that happens, buy for intraday with strict stop loss.

Future Outlook:

In view of the above analysis, we recommend buy in Jeera June contract for the day.

| SPICES | PIVOT LEVELS | | | | | | | |
|----------|--------------|-------|-----------|-----------|-------------|--------------|--------------|------------|
| | LTP | % +/- | Support-2 | Support-1 | Pivot level | Resistance-1 | Resistance-2 | Trend |
| Jeera | 16670 | 1.89 | 16193 | 16432 | 16558 | 16797 | 16923 | Down |
| Dhaniya | 8184 | 0.44 | 8101 | 8143 | 8171 | 8213 | 8241 | Up |
| TMC | 7180 | -1.63 | 7035 | 7107 | 7204 | 7276 | 7373 | Down |
| Cardamom | 836 | 2.53 | 801.47 | 818.73 | 829.27 | 846.53 | 857.07 | Correction |

OIL AND OIL SEEDS
News Updates:

Brazil's soybean export season is off to a stellar start, and there are no signs of a slowdown anytime soon. Brazil, the world's No. 1 soybean exporter, tallied record monthly volume in April, totaling 10.1 million tons. That figure was up 20 percent from March and more than 50 percent from one year ago. Brazil has had good luck with its soybean harvest in recent years, padding the availability for export. But the increased appetite from the world's leading soybean importer, China, has been particularly influential in the soybean export boom. Logistical issues appear to have eased somewhat over previous years, meaning that together with the conclusion of yet another huge soybean harvest, Brazil is well on its way to exporting a record soybean volume this year.

OIL SEEDS IN FOCUS <<<

SOYBEAN (JUNE)

SELL AT 3955-3960 TP-3913/3885 SL ABOVE 3987

Analysis:

Soybean is forming a negative candlestick with another short term support breakdown. As expected, negative ADX is showing its true colors now and it would be interesting to see how bears can extract that momentum from ADX. Sell on intraday rise.

Future Outlook:

In the view of above analysis we recommend to sell Soybean June contract for the day.

| Oil and oil seeds | PIVOT LEVELS | | | | | | | Trend |
|-------------------|--------------|-------|-----------|-----------|-------------|--------------|--------------|------------|
| | LTP | % +/- | Support-2 | Support-1 | Pivot level | Resistance-1 | Resistance-2 | |
| Soybean | 3940 | -1.2 | 3874 | 3907 | 3958 | 3991 | 4042 | Correction |
| RM Seed | 4427 | 0.18 | 4371 | 4399 | 4413 | 4441 | 4455 | Correction |
| Soy oil | 646.9 | -0.91 | 641 | 644 | 647 | 650 | 654 | Correction |
| CPO | 538.1 | -1.79 | 532.30 | 535.20 | 540.00 | 542.90 | 547.70 | Correction |

GRAINS, PULSES & OTHERS

News Updates:

Union Food Minister Ram Vilas Paswan today said the Centre is ready to make available unmilled tur to states at Rs 60 a kg and urad at Rs 82 per kg, which should provide enough room to state governments to sell pulses below Rs 120 a kg. "By purchasing pulses at this rate and getting it milled after spending a little more, a state can provide pulses to its people at a rate not above Rs 120 per kg and even after this if prices cross Rs 120 a kg, blame lies with the state," Paswan said while addressing a seminar of the Ministry of Food and Consumer Affairs .In order to build stock of pulses, Paswan said his Ministry has acquired 55,000 tons of pulses, out of which 26,000 tonss was imported. Blaming hoarding as one of the prime factors for prices of pulses going through the roof, the Minister said as part of an intensive drive launched recently 87,000 tons of illegally stocked pulses were seized in Maharashtra, while 23,000 tons of pulses was found in raids in Karnataka.

COMMODITY IN FOCUS <<<



MENTHA OIL (MAY)

BUY AT 890.00-888.00 TP-907.10/919.50 SL BELOW 877.00.

Analysis:

Mentha oil finally took the big leap in form of yesterday's much awaited huge breakout of the contracting triangle. The prospects have now turned exceptionally higher and we may see the prices reaching a four figure level in days to come.

Future Outlook:

In the view of above analysis, we recommend to buy MCX Mentha oil May contract for the day.

| Grain, Pulses & Others | PIVOT LEVELS | | | | | | | |
|------------------------|--------------|-------|-----------|-----------|-------------|--------------|--------------|------------|
| | LTP | % +/- | Support-2 | Support-1 | Pivot level | Resistance-1 | Resistance-2 | Trend |
| Mentha oil | 895 | 2.91 | 861 | 878 | 887 | 904 | 912 | Correction |
| Sugar | 3602 | 1.27 | 3529 | 3565 | 3588 | 3624 | 3647 | Correction |
| Guar seed | 3041 | 0.36 | 2960 | 3000 | 3036 | 3076 | 3112 | Correction |
| Guar gum | 5040 | 0 | 4867 | 4953 | 5047 | 5133 | 5227 | Correction |

Contact

SMS: 'Arihant' to 56677

Website

www.arihantcapital.com

Email Id

research@arihantcapital.com

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ARIHANT Capital Markets Ltd

Commodity Research Desk: 6, Lad Colony, Y.N. Road Indore-3
T: 0731-4217191. Fax: 0731-4217103

Corporate Office: 1011, Solitaire Corporate Park, Building No.10, 1st Floor,
Andheri Ghatkopar Link Road, Chakala, Andheri (East), Mumbai-400093
D. +91.22.42254800 and 67114800
www.arihantcapital.com

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