



SPICES

| Spices (Mandi)  | (Spot Rate) | +/-%  |
|-----------------|-------------|-------|
| Jeera (Unjha)   | 13587.5     | 0.08  |
| TMC (Nizamabad) | 5059.5      | -0.23 |
| Chilli (Guntur) | 6200        | -0.08 |
| Dhaniya (Kota)  | 5784.15     | 1.02  |

\*Source : [www.ncdex.com](http://www.ncdex.com) \* Dated : 24<sup>th</sup> Aug 2013

News & Fundamentals float during the week

**Jeera** : Indian jeera, or cumin seed, futures fell due to expectations of higher sowing in the leading cultivating state due to ample rains though export demand limited the downside. The weather is favourable and rains are also good this season. All the factors show a good sowing in the winter months. Jeera is a winter crop sown from October and farmers depend on rains to moisten the land for sowing.

**TMC** : Indian turmeric futures rose on Friday as a decline in the spot supplies and export demand supported buying offsetting higher carry forward stocks. Export demand is supportive, but the local buying is still below expectations. It is seen picking up ahead of the festival. Sowing activities for turmeric has almost completed in the leading cultivating areas and the crop is in a good condition.

SPICE IN FOCUS TMC (Sept) NCDEX

| TMC (In Rs.)     | SL   | Targets   |
|------------------|------|-----------|
| Buy at 5000-4980 | 4920 | 5320/5450 |



Prices reverted last week and settled up. The September contract settled higher at 5064 after making a high of 5170. A long white candle stick witnessed in the weekly chart this is an indication that the bullish mode to be continued. Strong resistance is seen at 5320 (EMA-9) and then 5490, while support is at 5000 and then 4920. The momentum indicator RSI (14) is trading at 0.30. For the coming week we recommend buying at 5000-4980 with strict stop loss in TMC.

| Spices   | PIVOT LEVELS |          |       |       |       |       |       |       |       | Trend    |
|----------|--------------|----------|-------|-------|-------|-------|-------|-------|-------|----------|
|          | PC           | WoW +/-% | S - 3 | S - 2 | S - 1 | Pivot | R - 1 | R - 1 | R - 1 |          |
| Jeera    | 13512.5      | 0.99     | 12733 | 12944 | 13228 | 13439 | 13723 | 13934 | 14218 | Up       |
| TMC      | 5064         | 5.46     | 4433  | 4601  | 4833  | 5001  | 5233  | 5401  | 5633  | Up       |
| Chilli   | 5520         | -0.11    | 4967  | 5093  | 5307  | 5433  | 5647  | 5773  | 5987  | Up       |
| Cardamom | 765.7        | 2.53     | 683   | 704   | 735   | 756   | 787   | 809   | 840   | Volatile |

**OIL AND OIL SEEDS**

| Oil and oil seeds (Mandi) | (Spot Rate) | +/-% |
|---------------------------|-------------|------|
| Soybean (Indore)          | 3656        | 3.04 |
| Soy oil (Indore)          | 699.05      | 2.42 |
| RM Seed (Alwar)           | 3558.5      | 1.47 |
| CPO (Kakinada)            | 615.65      | 6.15 |

\*Source : [www.ncdex.com](http://www.ncdex.com) \* Dated : 24<sup>th</sup> Aug 2013

**News & Fundamentals float during the week**
**Soy-complex:**

Soybean futures seen ranged bound next week on speculation of crop damage after heavy rains hit across major oilseed growing areas raising fear lower supply and bullish US sentiments amid expectation of profit booking. Reports of crop damage are hovering in the market which may give support to the oilseed prices. However, soybean has rallied a lot and we may witness some technical correction. Persistent rainfall in Madhya Pradesh India's biggest soybean growing region may damage at least 15% of the oilseed crop. Rains are likely to pour over Madhya Pradesh and Maharashtra, posing threat to standing soybean, cotton and pulses crops. RM seed is likely to trade higher tracking bullish soybean complex amid improved demand for the mustard oil.

**OIL AND OIL SEEDS IN FOCUS Soybean (Oct) NCDEX**

| Soybean (In Rs.) | SL   | Targets   |
|------------------|------|-----------|
| Buy at 3280-260  | 3120 | 3450/3500 |



Bulls are still on their way and are taking market on their side. A white candle stick pattern has been formed in the weekly chart is an indication of the bullish mode. Also, more volume than usual is strong indicator of upside. The momentum indicator is trading at 0.56 and is ascending from the low of 0.17 showing upside potential for the commodity. Support is seen at 3280 and then 3150, while Resistance is at 3450 and then 3520.

| Oil and oil seeds | PIVOT LEVELS |          |       |       |       |       |       |       |       |       |
|-------------------|--------------|----------|-------|-------|-------|-------|-------|-------|-------|-------|
|                   | PC           | WoW +/-% | S - 3 | S - 2 | S - 1 | Pivot | R - 1 | R - 1 | R - 1 | Trend |
| Soybean           | 3399.5       | 11.06    | 2820  | 2953  | 3176  | 3309  | 3532  | 3665  | 3888  | Up    |
| Soy oil           | 684.5        | 2.64     | 641.5 | 655.4 | 670.0 | 683.9 | 698.4 | 712.3 | 726.9 | Up    |
| RM Seed           | 3443         | 1.59     | 3225  | 3285  | 3364  | 3424  | 3503  | 3563  | 3642  | Up    |
| CPO               | 535.6        | 3.80     | 492.1 | 505.6 | 520.6 | 534.1 | 549.1 | 562.6 | 577.6 | Up    |

**GRAINS, PULSES & OTHERS**

| Grain, Pulses & Others | (Spot Rate) | +/-%  |
|------------------------|-------------|-------|
| Chana                  | 3228.15     | 4.13  |
| Wheat                  | 1582        | 0.57  |
| Maize                  | 1480.9      | -0.84 |
| Cocud                  | 1792.5      | 4.66  |
| Kapas                  | 1163.35     | 0.69  |
| Sugar                  | 3279        | 0.33  |
| Guarseed               | 5647.5      | 4.72  |
| Guargum                | 15401.3     | 3.22  |

\*Source : [www.ncdex.com](http://www.ncdex.com) \* Dated : 24<sup>th</sup> Aug 2013

**News & Fundamentals float during the week**

**Chana** : Chana futures may trade in a positive range next week as festival demand is yet to come in the physical markets amid tight supplies. Tight supplies in the spot markets are keeping prices firm. However, the upside remains capped on hopes of better sowing in the winter-months due to good monsoon. The total output of Chana is likely to be 8.57 million tonnes in the current year. This marks a gain of 11.29% compared to the last year's production of 7.57 million tons.

**Guar-Complex** : Guar futures may trade up next week and touch over four-week high as prices of guar gum in physical markets rise sharply above Rs 5,500 per quintal levels as exports are likely to increase. Stockiest and hedgers indulge in arbitrage as the spread between spot rates and future prices remains around Rs 1,000-1,200 per quintal. However, prices may decline ahead as carry-over stocks with farmers still remain. With a long shelf-life of about five year.

**COMMODITY IN FOCUS Chana (Sept) MCX**

| Chana (In Rs.)   | SL   | Targets   |
|------------------|------|-----------|
| Buy at 3070-3050 | 3000 | 3150/3220 |



Last week, **Chana** rebounded from the low of 2875 and settled at 3127. In the weekly charts, long white candle stick pattern is witnessed along with the volumes signaling bullish mode. The momentum indicator RSI (14) is trading at 0.33 is forming bullish crossover with its short term moving averages is again an indication of short term upside. Resistance is seen at 3150 while support is at 3050 and then 3000. In the view of our technical studies we recommend buying in Chana for the coming week.

| Grain, Pulses & Others | PIVOT LEVELS |          |       |       |       |       |       |       |       | Trend |
|------------------------|--------------|----------|-------|-------|-------|-------|-------|-------|-------|-------|
|                        | PC           | WoW +/-% | S-3   | S-2   | S-1   | Pivot | R-1   | R-1   | R-1   |       |
| Chana                  | 3127         | 6.00     | 2680  | 2778  | 2952  | 3050  | 3224  | 3322  | 3496  | Up    |
| Maize                  | 1343         | 0.22     | 1263  | 1284  | 1313  | 1334  | 1363  | 1384  | 1413  | Up    |
| Cocud                  | 1836         | 6.62     | 1655  | 1695  | 1765  | 1805  | 1875  | 1915  | 1985  | Up    |
| Sugar                  | 3031         | 0.46     | 2994  | 3004  | 3017  | 3027  | 3040  | 3050  | 3063  | Up    |
| Guarseed               | 4600         | 8.75     | 3677  | 3913  | 4257  | 4493  | 4837  | 5073  | 5417  | Up    |
| Guargum                | 12650        | 7.57     | 10097 | 10823 | 11737 | 12463 | 13377 | 14103 | 15017 | Up    |



Contact

SMS: 'Arihant' to 56677

Website

[www.arihantcapital.com](http://www.arihantcapital.com)

Email Id

[research@arihantcapital.com](mailto:research@arihantcapital.com)

**Arihant is Forbes Asia's '200 Best under a \$Billion' Company  
'Best Emerging Commodities Broker' awarded by UTV Bloomberg**

**Disclaimer:** This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report

## ARIHANT Capital Markets Ltd

Commodity Research Desk: 6, Lad Colony, Y.N. Road Indore-3

T: 0731-4217191. Fax: 0731-4217103

Corporate Office: 3<sup>rd</sup> Floor Krishna Bhavan, 67 Nehru Road, Vile Parle (E), Mumbai-57

T. 022-42254800. Fax: 022-42254880

[www.arihantcapital.com](http://www.arihantcapital.com)

RCH-CMB-00