

Daily Agri Commodity Analysis

Thursday, January 5, 2023
Thursday



COMMODITY MARKET

MARKET MOVEMENT

Commodity	Unit	Last	% Cng	Weekly	Monthly	YTD	Yearly	50DMA	100DMA	200DMA
Turmeric	5MT	7958.00	0.56	-2.81	14.54	-0.60	-9.27	BUY	BUY	BUY
Jeera	3MT	34160.00	1.97	13.53	38.32	9.39	112.57	BUY	BUY	BUY
Dhaniya	5MT	7986.00	-1.16	0.02	-15.22	1.16	-3.05	SELL	SELL	SELL
Cocodakl	10MT	3117.00	2.10	3.78	8.37	0.20	-0.40	BUY	BUY	BUY
Mentha	360Kgs	1050.10	1.61	5.77	8.15	2.89	3.82	BUY	BUY	BUY
Guarseed	5MT	5874.00	-1.43	1.35	1.51	-0.02	1.25	BUY	BUY	BUY
Guargum	5MT	12410.00	-1.66	2.42	1.25	-0.10	20.76	BUY	BUY	BUY

Note:

* 50DMA - If prices trading above 50DMA "BUY" Signal is shown

* 100DMA - If prices trading above 50DMA "BUY" Signal is shown

* 200DMA - If prices trading above 50DMA "BUY" Signal is shown

* Domestic Rates are as per closing basis

* 50DMA - If prices trading below 50DMA "SELL" Signal is shown

* 100DMA - If prices trading below 50DMA "SELL" Signal is shown

* 200DMA - If prices trading below 50DMA "SELL" Signal is shown

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Calendar Spreads Snapshot

Commodity	Spread	P. Spread	Change
Castor	-76.00	-54.00	-22.00
Turmeric	44.00	52.00	-8.00
Jeera	1505.00	1575.00	-70.00
Dhaniya	554.00	500.00	54.00
Cocodakl	-113.00	-93.00	-20.00
Mentha	11.40	8.90	2.50
Guarseed	95.00	92.00	3.00
Guargum	167.00	170.00	-3.00

Open Interest Snapshot

Commodity	Last	OI	% Cng	Status
Castor	7180.00	20720.00	0.10	Fresh Selling
Turmeric	7958.00	11675.00	4.33	Fresh Buying
Jeera	34160.00	5541.00	-0.86	Short Covering
Dhaniya	7986.00	7365.00	-7.94	Long Liquidation
Cocodakl	3117.00	29250.00	-5.12	Short Covering
Mentha	1050.10	967.00	5.22	Fresh Buying
Guarseed	5874.00	24435.00	-9.88	Long Liquidation
Guargum	12410.00	14970.00	-9.05	Long Liquidation
Kapas	1698.00	2425.00	4.30	Fresh Buying

Commodity Market Daily Trading Levels

Commodity	Close	Support 3	Support 2	Support 1	Pivot Point	Resist 1	Resist 2	Resist 3	Trend
Castor	7180.00	7100.00	7130.00	7156.00	7186.00	7212.00	7242.00	7268.00	Negative
Turmeric	7958.00	7692.00	7754.00	7856.00	7918.00	8020.00	8082.00	8184.00	Positive
Jeera	34160.00	31770.00	32365.00	33260.00	33855.00	34750.00	35345.00	36240.00	Positive
Dhaniya	7986.00	7600.00	7730.00	7858.00	7988.00	8116.00	8246.00	8374.00	Negative
Cocodakl	3117.00	2961.00	3001.00	3059.00	3099.00	3157.00	3197.00	3255.00	Positive
Kapas	1698.00	1644.00	1660.00	1679.00	1695.00	1714.00	1730.00	1749.00	Positive
Mentha	1050.10	1026.40	1032.20	1041.10	1046.90	1055.80	1061.60	1070.50	Positive
Guarseed	5874.00	5684.00	5755.00	5815.00	5886.00	5946.00	6017.00	6077.00	Negative
Guargum	12410.00	11921.00	12109.00	12259.00	12447.00	12597.00	12785.00	12935.00	Negative

MCX MENTHA OIL

Technical Chart



Open	High	Low	Close	Net Cng
1038.00	1052.70	1038.00	1050.10	16.60
OI	% OI	Volume	Trend	% Cng
967.00	5.22	317.00	Positive	1.61

Fundamentals

Mentha oil yesterday settled up by 0.94% at 1033.5 on improving export demand especially from China and as the group of ministers' (GoM's) has given its views on bringing mentha oil, one of the key ingredients in pan masala, under the reverse charge mechanism. Mentha exports during Apr-Oct 2022 has dropped by 20.15 percent at 1,249.02 tonnes as compared to 1,564.12 tonnes exported during Apr- Oct 2021. In the month of October 2022 around 141.82 tonnes Mentha was exported as against 220.67 tonnes in September 2022 showing a drop of 35.73%. In the month of October 2022 around 141.82 tonnes of Mentha was exported as against 279.00 tonnes in October 2021 showing a drop of 49.17%. Synthetic Mentha supply remains uninterrupted. Support also seen amid low production this season and improving demand post-pandemic. Many states have seen gutkha and pan masala ban which have seen a lower demand from the pan masala industry. The production of Mentha oil was historically high in 2020-21, the area remained almost similar last year but the yields were lower which affected the production. In the current year, production to fall to around 46,238 MT due to sharp fall in area and loss in yields following severe summer heat, which will come closed 14% down in the year 20-21. In Sambhal spot market, Mentha oil gained by 10.7 Rupees to end at 1181.4 Rupees per 360 kgs. Technically market is under short covering as the market has witnessed a drop in open interest by -6.61% to settle at 967 while prices are up 9.6 rupees, now Mentha oil is getting support at 1027.2 and below same could see a test of 1020.9 levels, and resistance is now likely to be seen at 1039.4, a move above could see prices testing 1045.3.

Trading Idea for the day

Mentha oil trading range for the day is 1032.2-1061.6.
Mentha oil gained on improving export demand especially from China and as GoM's has given its views on bringing mentha oil, under the reverse charge mechanism.
Mentha exports during Apr-Oct 2022 has dropped by 20.15 percent at 1,249.02 tonnes.
In the month of October 2022 around 141.82 tonnes of Mentha was exported as against 279.00 tonnes in October 2021

MCX COTTON

Technical Chart



Open	High	Low	Close	Net Cng
3071.00	3139.00	3041.00	3117.00	64.00
OI	% OI	Volume	Trend	% Cng
29250.00	-5.12	24600.00	Positive	2.10

Fundamentals

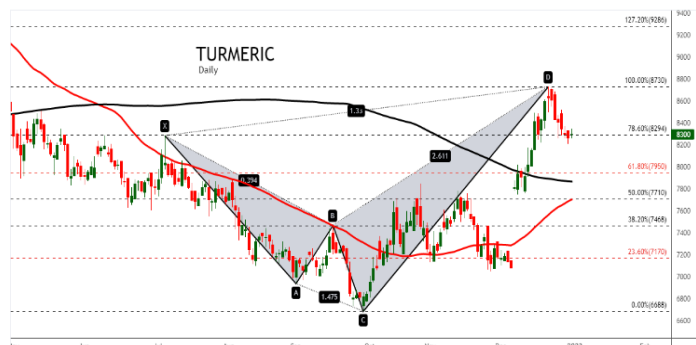
Cocudakl yesterday settled up by 2.28% at 3053 as available stock is estimated to be very limited, the quality of which is also very weak. Reports of rising area under cotton and increased availability of green fodder kept cotton seed oil cake prices down. Support also seen after reports that there is a forecast of damage due to heavy rains after sowing of cotton in Vidarbha and Khandesh parts of Maharashtra. Sporadic arrivals of new cotton have already started in Haryana and Punjab, while the arrival of new cotton will start in Khandesh at the end of August and in Madhya Pradesh in September. All India Mandi arrivals of Kapas fell by around 82% on M-o-M basis; they were also lower by around 19% on Y-o-Y basis. Gujarat is a major producer of cotton across the country and reports of increase in sowing of cotton by at least 20% in Gujarat are coming. As per CAI, total cotton supply till end of the cotton season 2021-22 is estimated at 402.16 lakh bales of 170 kg each, lower by around 18% as compared to 488 lakh bales last year. Cocudakl's stock in NCDEX warehouse reduced from 21 lakh sacks to 7.50 lakh sacks. 60 to 70% of Cocudakl's stock in Gujarat is estimated to be weak quality stock. In Akola spot market, Cocudakl gained by 72.85 Rupees to end at 3151.45 Rupees per 100 kgs. Technically market is under short covering as the market has witnessed a drop in open interest by -3.69% to settle at 29250 while prices are up 68 rupees, now Cocudakl is getting support at 2998 and below same could see a test of 2944 levels, and resistance is now likely to be seen at 3093, a move above could see prices testing 3134.

Trading Idea for the day

Cocudakl trading range for the day is 3001-3197.
Cocudakl gains as available stock is estimated to be very limited, the quality of which is also very weak.
Farmers in Pakistan stranded by unprecedented floods are running low on feed for their cattle.
Cottonseed exports are forecast down nearly 2 percent, while crush is projected to grow 3 percent.

MCX TURMERIC

Technical Chart



Open	High	Low	Close	Net Cng
7832.00	7980.00	7816.00	7958.00	44.00
OI	% OI	Volume	Trend	% Cng
11675.00	4.33	2975.00	Positive	0.56

Fundamentals

Turmeric yesterday settled down by -4.05% at 7914 on low level recovery after prices dropped on an "unexpected" slump in domestic and export demand. Turmeric production in the 2021-22 crop year (June-July) has been projected at 13.31 lakh tonnes against 11.24 lakh tonnes the previous year with the area increasing to 3.5 lakh hectares from 2.93 lakh hectares. In the first advance estimate, the crop was pegged at 11.76 lakh tonnes. Turmeric exports during Apr- Oct 2022 has rose by 11.09 percent at 99,569.88 tonnes as compared to 89,626.39 tonnes exported during Apr- Oct 2021. In the month of October 2022 around 11,178.11 tonnes turmeric was exported as against 13,990.65 tonnes in September 2022 showing a fall of 20.10%. In the month of October 2022 around 11,178.11 tonnes of turmeric was exported as against 12,534.87 tonnes in October 2021 showing a fall of 10.82%. Production of spices in India is likely to have declined 1.5% on year to 10.9 mln tn in 2021-22 (Jul-Jun), according to data from Spices Board India. The country had produced 11.0 mln tn of spices in the previous year. The Spices Board has pegged turmeric production at 1.33 mln tn, up 18.4% on year. In Nizamabad, a major spot market in AP, the price ended at 7355.45 Rupees gained 25.25 Rupees. Technically market is under fresh selling as the market has witnessed a gain in open interest by 3.09% to settle at 11675 while prices are down -334 rupees, now Turmeric is getting support at 7764 and below same could see a test of 7614 levels, and resistance is now likely to be seen at 8152, a move above could see prices testing 8390.

Trading Idea for the day

Turmeric trading range for the day is 7754-8082.

Turmeric gained on low level recovery after prices dropped on an "unexpected" slump in domestic and export demand.

Turmeric production in the 2021-22 crop year (June-July) has been projected at 13.31 lakh tonnes against 11.24 lakh tonnes the previous year

Marathwada region has been serving as a round-the-year supply centre for Turmeric since past couple of years.

NCDEX JEERA

Technical Chart



Open	High	Low	Close	Net Cng
33480.00	34450.00	32960.00	34160.00	660.00
OI	% OI	Volume	Trend	% Cng
5541.00	-0.86	1812.00	Positive	1.97

Fundamentals

Jeera yesterday settled up by 1.24% at 33500 amid reduced sowing in Gujarat, coupled with a tight supply, and climatic uncertainties. Projections of lower carryover stock and fears of sowing in key growing regions of Gujarat being affected. Sowing In Gujarat, dropped by nearly -8% with 274,995.00 hectares against sown area of 2021 which was 300,401.00 hectares. Prices gained to all time high amid higher demand for the fresh crop and supply tightness in the physical market. Good demand expected from China in December-January and Ramzan demand during January-February from gulf & other countries. Jeera exports during Apr- Oct 2022 has dropped by 18.92 percent at 1,22,015.13 tonnes as compared to 1,50,479.11 tonnes exported during Apr- Oct 2021. In the month of October 2022 around 12,427.86 tonnes jeera was exported as against 18,081.78 tonnes in September 2022 showing a drop of 31.27%. In the month of October 2022 around 12,427.86 tonnes of jeera was exported as against 11,260.72 tonnes in October 2021 showing a rise of 10.36%. Production of spices in India is likely to have declined 1.5% on year to 10.9 mln tn in 2021-22 (Jul-Jun), according to data from Spices Board India. The country had produced 11.0 mln tn of spices in the previous year. Jeera production was seen at 725,651 tn, down 8.8% on year due to lower acreage in Rajasthan and Gujarat, the key producer, according to data from Spices Board India. According to fourth advanced estimates by Gujarat government, jeera production is seen fall by 44.5 per cent to 221500 tonnes in 2021-22 on yoy basis. In Unjha, a key spot market in Gujarat, jeera edged down by -378.1 Rupees to end at 33020.05 Rupees per 100 kg. Technically market is under short covering as the market has witnessed a drop in open interest by -9.21% to settle at 5541 while prices are up 410 rupees, now Jeera is getting support at 32610 and below same could see a test of 31725 levels, and resistance is now likely to be seen at 34500, a move above could see prices testing 35345.

Trading Idea for the day

Jeera trading range for the day is 32365-35345.

Jeera prices rose amid reduced sowing in Gujarat, coupled with a tight supply, and climatic uncertainties.

Projections of lower carryover stock and fears of sowing in key growing regions of Gujarat being affected.

Sowing in Gujarat, dropped by nearly -8% with 274,995.00 hectares against sown area of 2021 which was 300,401.00 hectares.



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