



Technical Recommendations

Commodity	Contract	S2	S1	CMP	R1	R2	Recommendation
Pepper NCDEX	20-Sep	20134	20507	21000	21392	21626	sideways
Turmeric NCDEX	20-Sep	11862	12210	12552	12957	13250	Sell at 12957-13000 TP 12340 SL 13270
Jeera NCDEX	20-Sep	13720	13850	14086	14257	14470	Buy at 13850-13900 TP 14257 SL 13700
Chilli NCDEX	20-Sep	3835	3960	4107	4220	4330	Sideways
Cardamom MCX	20-Sep	980	1050	1121	1198	1257	Sell at 1198-1220 TP 1050 SL 1260

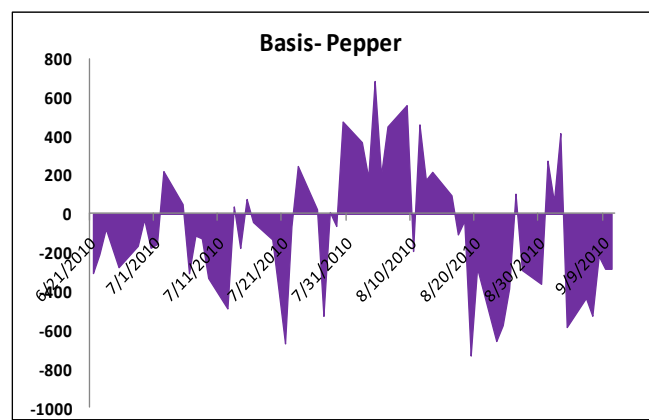
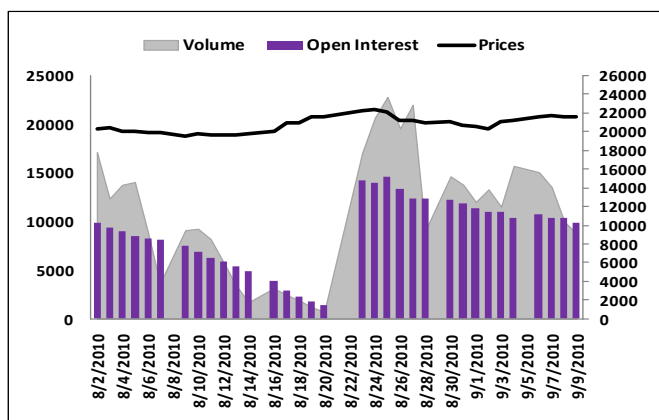


Pepper

Review

Pepper futures traded almost flat during the week ended on September, 11 2010. Prices traded higher during the week but steady spot market activity limited the gains. Higher Indian parity in international market kept export orders away from India. Fresh buying in far month contracts ahead of September expiry supported the prices.

Contract	Open	High	Low	Close	% Change	Volume	% Change	Open Intrest	% Change
Sep	20450	21121	20230	20772	1.61	49298	-41.60	9824	-5.03
Oct	20688	21170	20400	20881	1.16	21738	-9.03	6821	35.58
Nov	20766	21398	20610	20998	1.28	631	-32.51	678	23.50



Outlook

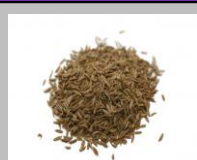
The NCDEX pepper futures are expected to trade positive during the week ahead extending the previous gains at exchange platform. Limited stocks with other countries may support prices. However, a smart correction can be witnessed during the week as prices rose during last week.

Factors to watch out

- ♣ Indonesian pepper market is closed till Tuesday due to Id-ul-fitr holidays
- ♣ International market rates are; India MG-1 ASTA is at \$4625-4675 per ton while Vietnam ASTA is at \$4600 per ton; 500 GL at \$4,050 a tonne; Indonesia ASTA is at \$ 4300 per ton and Brazil is at \$4250 per ton
- ♣ As per market sources, Vietnam is not having ASTA grade pepper and therefore, quoting higher prices
- ♣ According to trade sources, Brazilian pepper crop harvesting is likely to delay by 15-20 days, which is usually starts in September
- ♣ Affect of adverse climatic conditions have also increased the fear of lower crop in Brazil
- ♣ During the first half of 2010, total exports of black pepper from Indonesia, Vietnam and Brazil are estimated to have around 14,000 tons, 83,456 tons and 14,376 tons respectively
- ♣ At spot market prices are quoting at ₹20,400 for MG-1 up by ₹900 and ₹19,900 for Ungarbled up by ₹700 per quintal
- ♣ Stock positions at the NCDEX accredited warehouses are at 4288 tons as on 9th September 2010

Derivative Analysis

The NCDEX pepper September contract prices have gone up by 1.61% while volume and open interest has gone down by 41.60% and 5.03% respectively. Market is running out of traders willing to open or hold an OPEN LONG/BUY.



SPICES WEEKLY



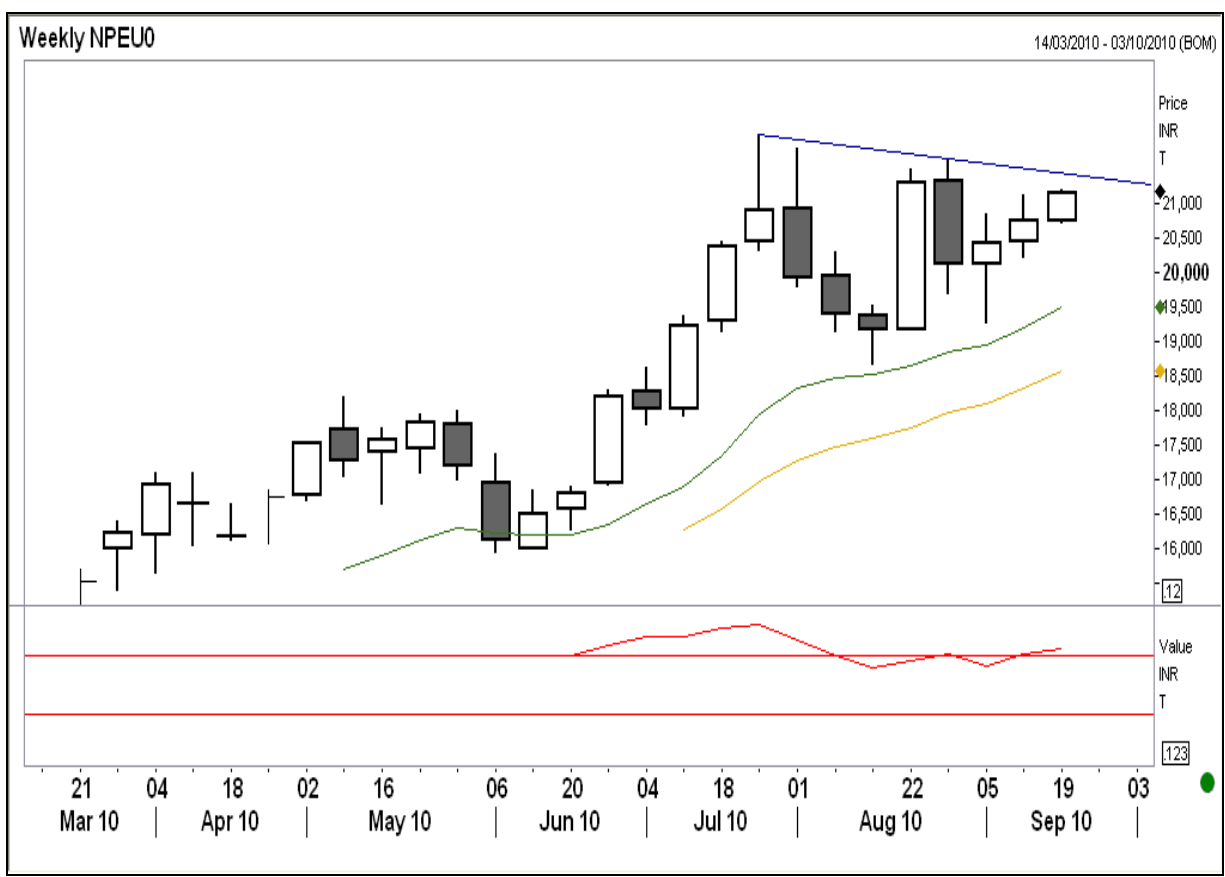
Traders are liquidating both losing short positions & closing winning long positions. A higher probability the market is set to retrace in price lower at some point forward.

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Spot Prices

Date	Pepper Kochi MG-1 (Rs./Quintal)	Pepper Kochi Ungarbled (Rs./Quintal)
9/6/2010	20200	19800
9/7/2010	20200	19800
9/8/2010	20300	19900
9/9/2010	20400	19900
9/10/2010	-	-
9/11/2010	-	-
9/12/2010	-	-

Technical

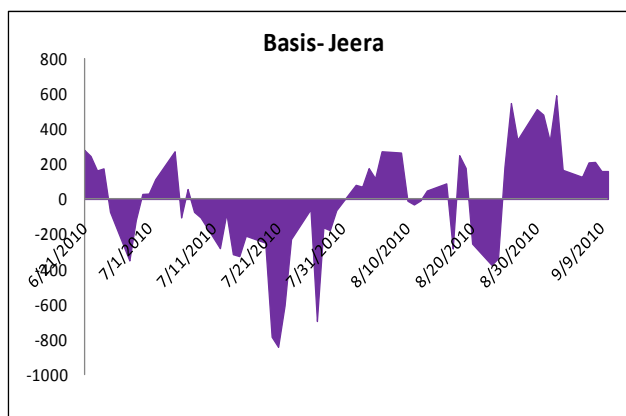
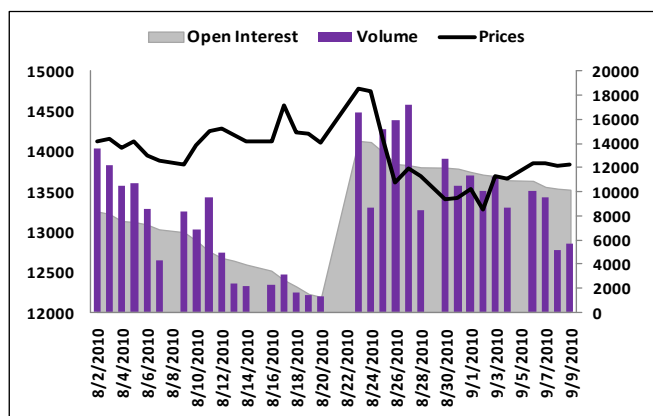




Jeera Review

The jeera futures traded volatile last week in absences of fresh cues from spot market. Short covering in September contract and fresh buying in far month contracts supported the prices. Stable demand amid reduced supply also added to the upside. However, profit booking at higher levels capped the gains.

Contract	Open	High	Low	Close	% Change	Volume	% Change	Open Intrest	% Change
Sep	13674	14040	13575	13842	1.34	30366	-52.98	10140	-7.19
Oct	13721	14178	13721	13950	1.09	25029	-32.37	13338	-10.42
Nov	13900	14369	13900	14152	1.30	4593	14.17	6075	85.78



Outlook

The NCDEX jeera futures are expected to trade on a positive note during this week supported by the fundamentals of good demand amid restricted arrivals. Export demand from overseas is also likely to regain in coming days ahead of festive season. However, profit booking on higher levels can be seen during the week.

Factors to watch out

- ❖ Arrivals at Unjha market were reported around 3000 bags against 1500-2000 bags during last week (each bag= 55 kg)
- ❖ Average daily prices at spot market of Unjha were around ₹13,475 up by ₹200 per quintal for uncleaned and ₹14,110 up by ₹260 per quintal for NCDEX quality Jeera from last week
- ❖ According to market sources, Syria prices are hovering around \$3150-3200 per tonne, Indian prices are quoting at \$2600-2800 per tonne and Turkey prices are quoting in the range of \$2500- 2800
- ❖ According to reports, Syria crop is lower by 5-10% while Turkey crop is down by 40% due to heavy rains at the time of crop maturity
- ❖ As per Spices Board data, international price of Jeera in New York market was \$3.35 per kg during the week ended 27th August 2010, which was higher than \$2.69 per kg quoted in the same period last year
- ❖ Stock positions at the NCDEX accredited warehouses are at 5420 tones as on 9th September 2010

Derivative Analysis

The NCDEX Jeera September contract prices have gone up by 1.34% while volume and open interest has gone down by 52.98% and 7.19% respectively. It indicates Investors are liquidating their positions at end of the day in expectations of further change in prices.



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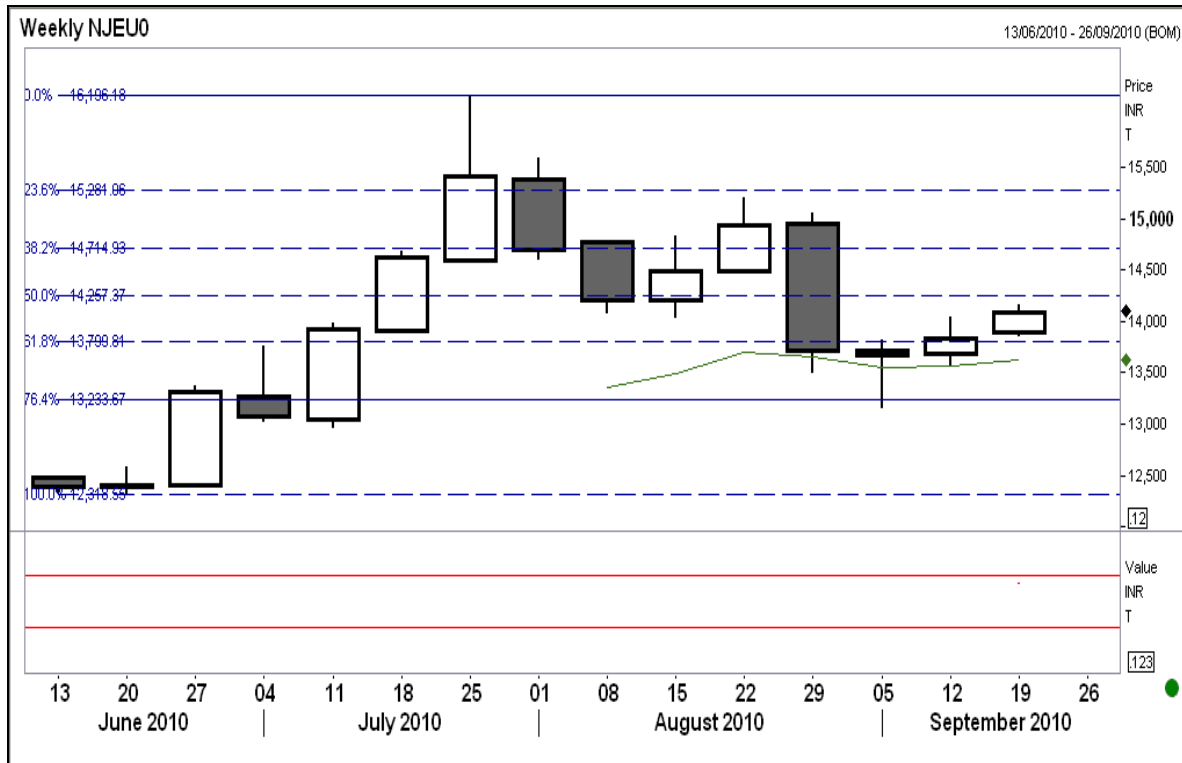
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Spot Prices

Date	Jeera Unjha- Uncleaned (Rs./Quintal)	Arrivals at Unjha (Each Bag=55 kg.)	Jeera NCDEX Quality (Rs./Quintal)
9/6/2010	13450	2000	14050
9/7/2010	13475	1700	14100
9/8/2010	13400	3000	14050
9/9/2010	13480	2000	14110
9/10/2010	-	-	-
9/11/2010	-	-	-
9/12/2010	-	-	-

Technical

Jeera **traded** higher on last week and closed in bullish note. It made a low of 13578 Levels and settled 13842 levels. The principle of Fibonacci retracement states Jeera is witnessing the support at 13733 levels which is 76.4% retracement for the range (12330-16203). Market is trading well below the short term and middle term EMAs (9, 18) suggesting prices to remain higher till the prices breach above 14257 levels. The momentum indicator RSI (14) is trading at 0.30 levels. However, crucial support levels to watch are 13733 levels. We recommend BUY at lower levels.



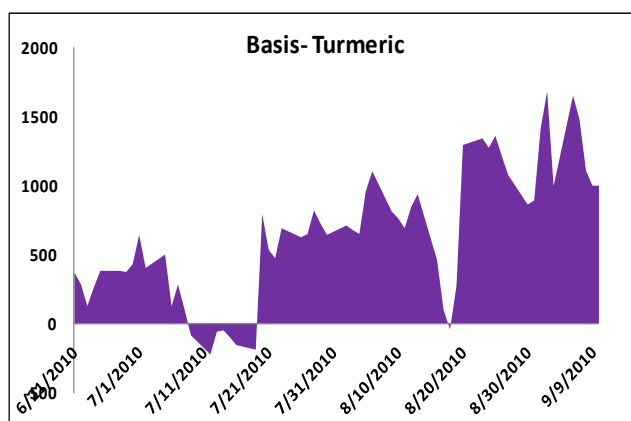
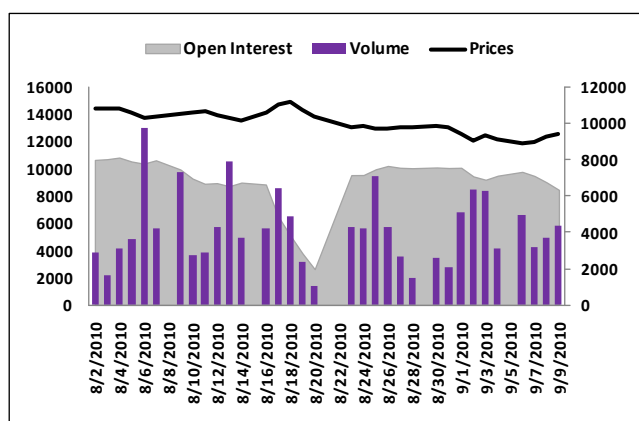


Turmeric

Review

The NCDEX turmeric staged a sharp rally during the week ended on September, 11 2010. Turmeric futures opened the week on a negative note on selling pressure. But, futures reversed back their direction and resumed uptrend for rest of the week. Short covering on previous losses supported the upside. However, spot market activity remained steady due to stable arrivals and subdued demand.

Contract	Open	High	Low	Close	% Change	Volume	% Change	Open Intrest	% Change
Sep	12210	12670	11720	12602	3.36	16200	-36.41	6320	-10.99
Oct	11600	12290	11450	12290	5.73	9240	12.89	3600	43.71
Nov	11310	11704	11200	11676	2.62	1895	108.24	900	122.22



Outlook

Turmeric futures are expected to trade down in coming week on account of selling at higher levels. However, prices are likely to continue uptrend initially on short covering. Weak fundamentals of reduced demand amid stable arrivals might keep the sentiments on downside. Expectation of better crop may also weigh on prices.

Factors to watch out

- Prices quoted at spot markets of Nizamabad and Erode were almost unchanged ₹13,500 per quintal and ₹14,200 up by ₹200 per quintal respectively
- Demand from north Indian buyers is supporting the prices
- However, estimates of higher production and early arrival of fresh crop may weigh on sentiments
- As per data released on September, 8 2010 by Andhra Pradesh Ministry of Agriculture, Acreage under turmeric sowing has increased to 0.64 lakh hectares from 0.59 lakh hectares in the same period last year
- 100% turmeric sowing has been completed in Andhra Pradesh region
- Arrivals at Nizamabad and Erode market were 500 bags and 3000 bags respectively (each bag=70 kg)
- Stock positions at the NCDEX accredited warehouses is 4577 tons as on 9th September 2010

Derivative Analysis

The NCDEX Turmeric September contract prices have gone up by 3.36% while volume and open interest has gone down by 36.41% and 10.99% respectively. Market is running out of traders willing to open or hold an OPEN LONG/BUY. Traders are liquidating both loosing short positions & closing winning long positions.



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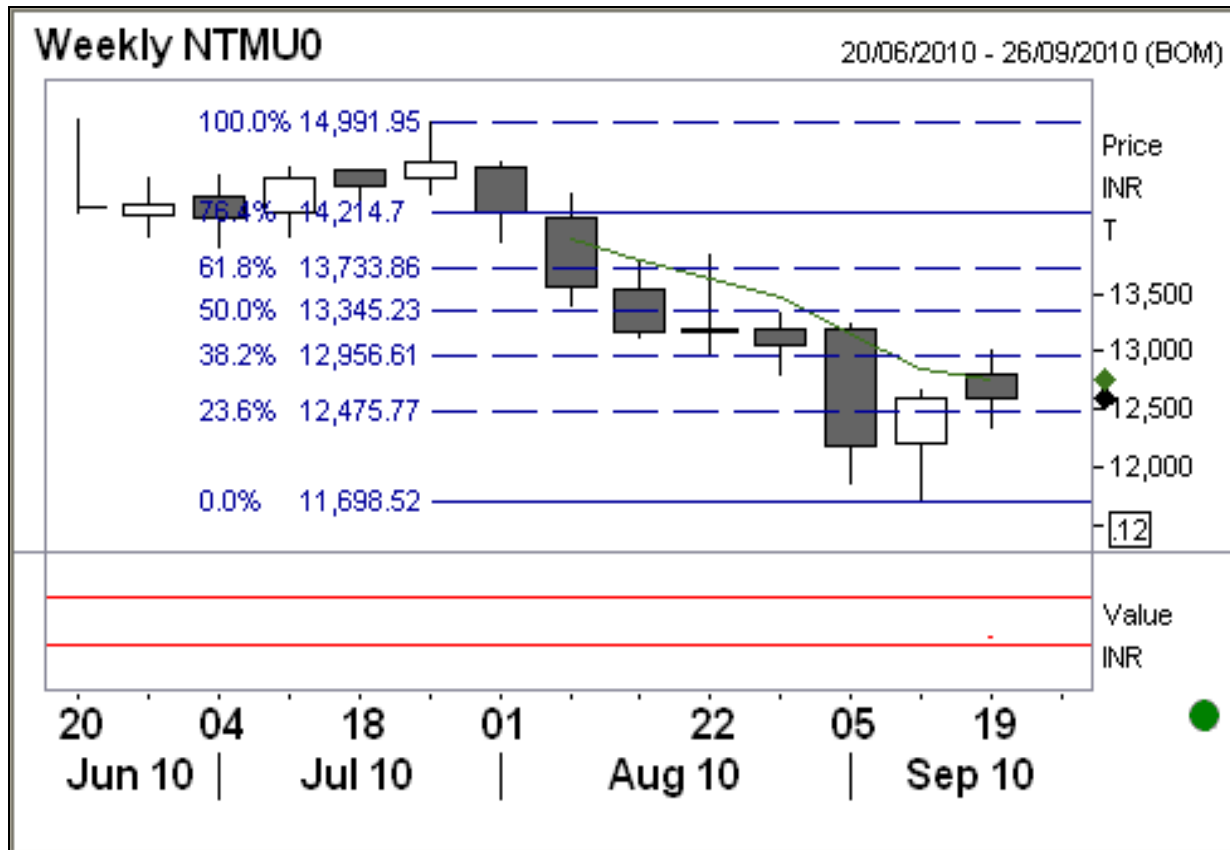


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Spot Prices

Date	Turmeric Nizamabad (Rs./Quintal)	Arrivals at Nizamabad (Each Bag=70 kg.)	Turmeric Erode (Rs./Quintal)	Arrivals at Erode (Each Bag=70 kg.)
9/6/2010	13200	500	14000	3000
9/7/2010	13200	400	13800	3000
9/8/2010	13300	500	14000	3500
9/9/2010	13500	500	14200	3000
9/10/2010	-	-	-	-
9/11/2010	-	-	-	-
9/12/2010	-	-	-	-

Technical



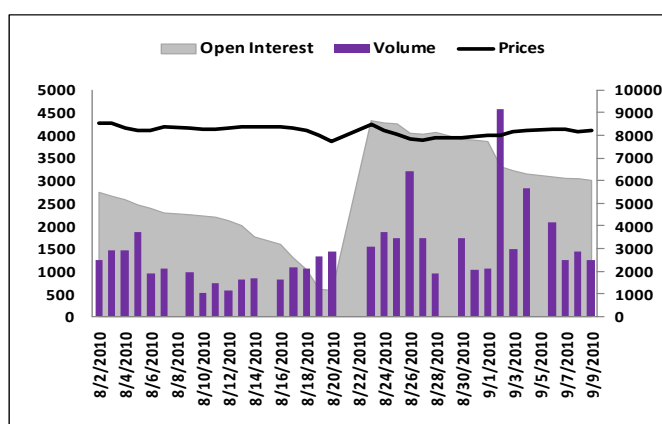


Chilli

Review

The jeera futures traded volatile last week in absences of fresh cues from spot market. Short covering in September contract and fresh buying in far month contracts supported the prices. Stable demand amid reduced supply also added to the upside. However, expectations of better crop weighed on sentiments and limited the gains.

Contract	Open	High	Low	Close	% Change	Volume	% Change	Open Intrest	% Change
Sep	4660	4717	4570	4659	0.41	770	-53.61	680	-3.55
Oct	4395	4479	4340	4437	1.58	2260	-60.14	2200	-0.23
Nov	4100	4189	4046	4118	0.12	5975	-52.92	6050	-4.50



Outlook

The NCDEX Chilli futures are expected to trade down in coming week on account of selling pressure. However, apprehension of crop damage due to heavy rains might support the prices from sharp fall. Weak fundamentals of reduced demand amid increased arrivals are likely to keep the sentiments on downside.

Factors to watch out

- ♣ As per data released on September, 8 2010 by Andhra Pradesh Ministry of Agriculture, Acreage under Chilli sowing is around to 1.56 lakh hectares down from 0.87 lakh hectares in the same period last year
- ♣ Around 56% Chilli sowing has been completed in major growing regions of Andhra Pradesh According to the Karnataka State Horticulture Department, the area under chilli has also gone up sharply by 21 per cent at 1.21 lakh hectares as on September 1 2010, against 1 Lakh hectares in the same period last year
- ♣ Kharif chilli sowing target for the State is 1.42 lakh hectares
- ♣ Farmers in many parts of Krishna district fear that chilli nurseries crops may also get washed away due to floods
- ♣ Daily average arrivals at Guntur market were reduced to 15,000-20,000 bags (each bag=40 kg) and prices were hovering in the range of ₹3,800- 4,100 per quintal During last week

Derivative Analysis

The NCDEX Chilli September contract prices have gone up by 0.41% while volume and open interest has gone down by 53.61% and 3.55% respectively. Market is running out of traders willing to open or hold an OPEN LONG/BUY. Traders are liquidating both loosing short positions & closing winning long positions. A higher probability the market is set to retrace in price lower at some point forward.



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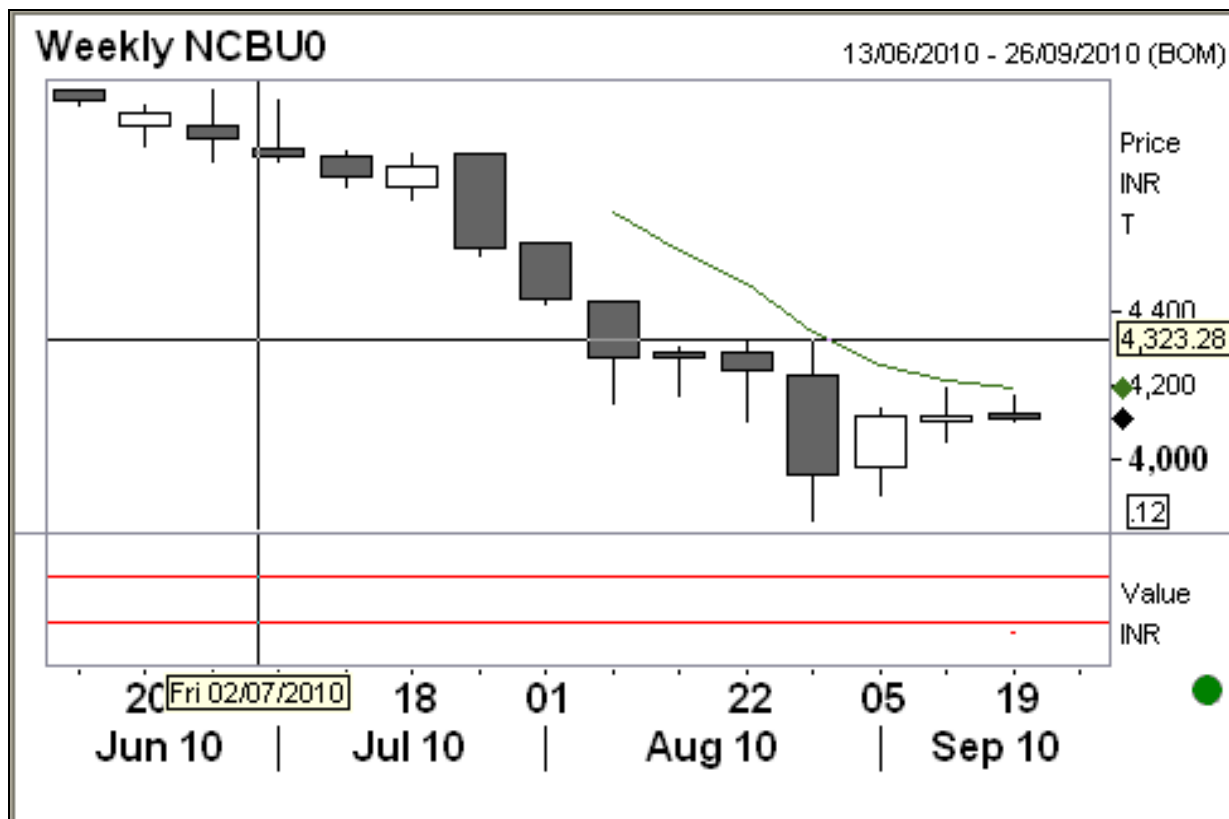


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Spot Prices

Date	Chilli Guntur (Rs./Quintal)	Arrivals at Guntur (Each Bag=40 kg.)
9/6/2010	4200	15000
9/7/2010	4100	20000
9/8/2010	4150	15000
9/9/2010	4150	20000
9/10/2010	-	-
9/11/2010	-	-
9/12/2010	-	-

Technical





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