

# Mentha Oil Weekly



## Technical Recommendation:

Commodity	Exchange	Contract	Recommendations
Mentha Oil	MCX	Dec-11	Buy above 1335 targeting 1350/1360 SL below 1320 Sell below 1270 TP 1240 SL 1296

## Spot Price Performance: (W/W)

Date	Chandausi	Moradabad	Barabanki	MCX Spot- Oil	MCX Spot- Flakes
05-12-2011	1480	1495	1435	1505.6	1618.5
06-12-2011	1470	1490	1420	1505.6	1618.5
07-12-2011	1465	1475	1430	1498	1609.8
08-12-2011	1472	1485	1430	1496.9	1606.9
09-12-2011	1478	1480	1425	1498.3	1609.3

*Note: Since Uttar Pradesh is the major growing state in India, spot prices have taken from various districts of UP*

## Review:

Mentha oil prices extended down trend with huge volatility during last week. Futures and spot market both started the week on lower note on extended losses. Reports of higher arrivals due to improved prices pulled down the prices. However, later on prices recovered due to decline in arrivals at spot market of Sambhal and Chandausi. Nonetheless, overall trend remained subdued due to sluggish activity at export front. Though prices recovered on Friday-Saturday on report of removal of special margin but failed to sustain the gains and futures ended the week on marginally lower note with 0.11% W/W losses.

## Last week's Price Movement:

Contract	Open	High	Low	Close	% Change	Volume	% Change	Open Interest	% Change
Dec-11	1328.1	1333.1	1292.9	1323.5	-0.11	19355	31.48	3835	-6.12
Jan-12	1349	1350	1308.9	1315	-0.20	3189	4.48	2367	10.22
Feb-12	1311.9	1312	1276	1300	-0.66	741	84.33	507	82.37

*Note: Prices are updated till 1:00 pm. On Saturday*

## Outlook

In the coming week, mentha oil prices are expected to recover on lower level buying. Arrivals at spot market of Sambhal have reported stable which might support the prices. However, activity from exporters is still sluggish which might limit sharp gains in prices. According to trade sources, removal of special and additional margin is likely to support fresh buying at futures platform.

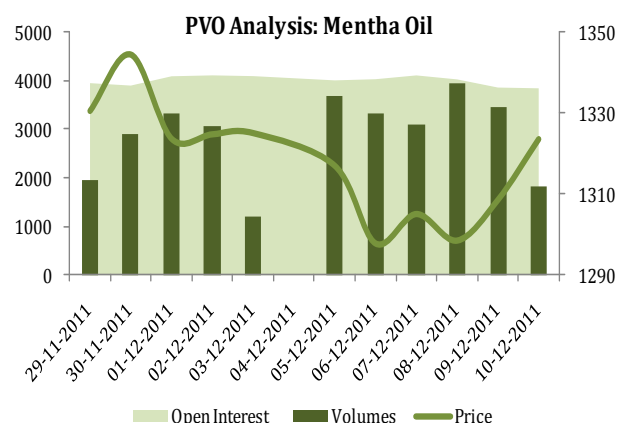
# Mentha Oil Weekly



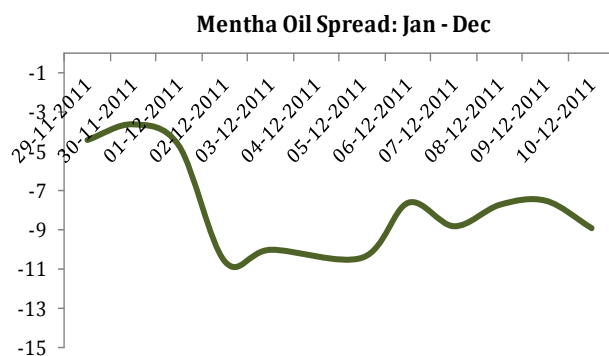
- As per the bye laws and business rules of Exchange the additional margin of 5% on long and short and special margin of 10% (5% in Cash) levied on long open positions of all Mentha Oil contracts has been withdrawn with effect from December, 09, 2011.
- According to data released by Spices Board, mentha export for year 2011-12 is targeted around 17,750 tonnes against estimates exports of 17,450 tonnes during 210-11. However, exports during April- September, 2011 have reported a fall of 4%.

## Derivative Analysis (Dec - 11)

Mentha Oil December contact, prices and open interest have declined while volumes have increased. It is a good indication that a sharp rally against downtrend will develop creating a sell point for downtrend.



## Calendar Spread



## Spread Matrix

	Dec-11	Jan-12	Feb-12
Dec-11	0		
Jan-12	-8.9	0	
Feb-12	-21.2	-12.3	0

## Spot Price Performance last week: Mint Product

Date	Flakes	Peppermint	DMO	Crystal	Powder
01-12-2011	1570	1200	1085	1630	1575
02-12-2011	1570	1200	1085	1625	1575
05-12-2011	1575	1205	1090	1635	1580
06-12-2011	1570	1200	1085	1630	1575
07-12-2011	1560	1195	1080	1620	1565
08-12-2011	1570	1205	1090	1630	1575

# Mentha Oil Weekly



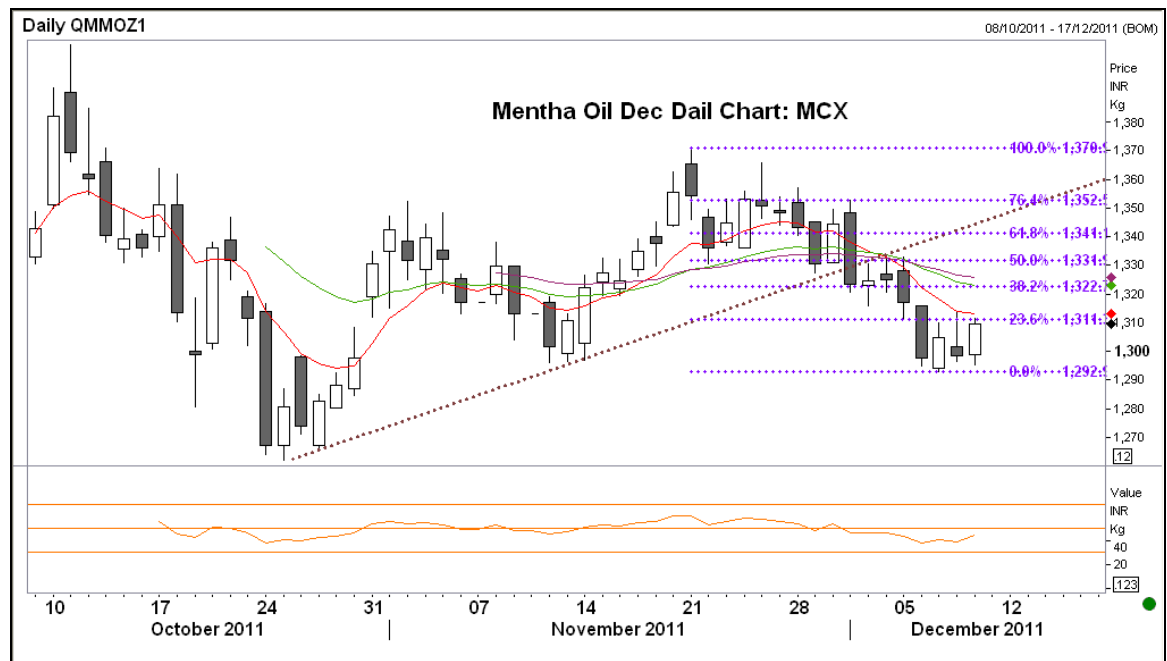
## Pivot Table

Exchange	Contract	S3	S2	S1	Previous close	R1	R2	R3
NCDEX	Dec-11	1260	1276	1300	1324	1340	1357	1380
	Jan-12	1258	1284	1299	1315	1340	1366	1381
	Feb-12	1244	1260	1280	1300	1316	1332	1352

## Warehouse stock level in Kgs. (as on 09, December 2011)

Commodity	Place	Physical Stocks	Demat Stocks	Total Stocks Eligible for Exchange Delivery
Mentha Oil	Chandausi	46740.1	0	46740.1
Mentha Oil	Barabanki	839429.07	19085.555	858514.625
<b>Mentha Oil</b>	<b>TOTAL</b>			<b>905254.725</b>

## Technical



# Mentha Oil Weekly

To unsubscribe please mail us at [commodity@karvy.com](mailto:commodity@karvy.com)

## Disclaimer

The report contains the opinions of the author, which are not to be construed as investment advice. The author, directors and other employees of Karvy and its affiliates cannot be held responsible for the accuracy of the information presented herein or for the results of the positions taken based on the opinions expressed above. The above mentioned opinions are based on the information which is believed to be accurate and no assurance can be given for the accuracy of this information. There is risk of loss in trading in derivatives. The author, directors and other employees of Karvy and its affiliates cannot be held responsible for any losses in trading.

Commodity derivatives trading involve substantial risk. The valuation of underlying may fluctuate, and as a result, clients may lose entire of their original investment. In no event should the content of this research report be construed as an express or an implied promise, guarantee or implication by or from Karvy Comtrade that you will profit or that losses can or will be limited in any manner whatsoever. Past results are no indication of future performance. Information provided on this report is intended solely for informative purposes and is obtained from sources believed to be reliable. Information is in no way guaranteed. No guarantee of any kind is implied or possible where projections of future conditions are attempted.

We do not offer any sort of portfolio advisory, portfolio management or investment advisory services. The reports are only for information purpose and not to be construed as investment advices.

For Detailed disclaimer please go to following URL's:

<http://www.karvycomtrade.com/disclaimer.asp>

<http://www.karvycomtrade.com/riskDisclaimer.asp>

