

COMMODITY DAILY REPORT (AGRI)

19th February, 2024

SPICES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Coriander (Apr)	19-04-2024	7528.67	7575.33	7606.67	7653.33	7684.67	Sideways
Coriander (May)	19-05-2024	7688.00	7696.00	7688.00	7696.00	7688.00	Down
Jeera (Mar)	19-03-2024	24186.67	24268.33	24381.67	24463.33	24576.67	Up
Jeera (Apr)	19-04-2024	23986.67	24168.33	24181.67	24363.33	24376.67	Up
Turmeric (Apr)	19-04-2024	14799.33	14994.67	15307.33	15502.67	15815.33	Down
Turmeric (Jun)	20-06-2024	15200.67	15365.33	15588.67	15753.33	15976.67	Down

OILSEEDS

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Castor seed (Feb)	20-02-2024	5835.00	5852.00	5877.00	5894.00	5919.00	Down
Castor seed (Mar)	20-03-2024	5611.33	5624.67	5636.33	5649.67	5661.33	Sideways

OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Kapas(Apr)	30-04-2024	1533.17	1549.33	1559.17	1575.33	1585.17	Sideways
Cocud (Feb)	20-02-2024	2496.67	2528.33	2561.67	2593.33	2626.67	Up
Cocud (Mar)	19-03-2024	2507.00	2560.00	2590.00	2643.00	2673.00	Up
Guar seed (Feb)	20-02-2024	5281.33	5292.67	5306.33	5317.67	5331.33	Down
Guar seed (Mar)	19-03-2024	5275.00	5320.00	5349.00	5394.00	5423.00	Sideways
Guar gum (Feb)	20-02-2024	9983.67	10135.33	10362.67	10514.33	10741.67	Down
Guar gum (Mar)	19-03-2024	10173.00	10285.00	10354.00	10466.00	10535.00	Up
Mentha Oil (Feb)	29-02-2024	895.90	898.50	900.70	903.30	905.50	Up
Mentha Oil (Mar)	29-03-2024	905.67	909.33	912.17	915.83	918.67	Sideways

**One has to follow the trend and see the price only at closing. This is not for Intra day trading.

SPICES

Turmeric prices are expected to trade sideways with advancement of harvesting activities in Telangana and Maharashtra. Arrivals have picked up but still lower as compared to last year due to delayed harvest in Telangana. About 9991 tonnes of arrivals touched the market in first 15 days of Feb'24 against the 13285 tonnes of turmeric of previous year. Arrivals are expected to improve further with advancement of harvesting activities. Losses in turmeric are likely to be limited due to tighter stocks in the market and expectation of rise in festive demand. Weaker production outlook is likely to cap the downfall in prices. **Turmeric prices are expected to face resistance near 15800 in the near term wherein support is anticipated near 14200.**

Jeera futures tumbled further with surging selling pressure in the market mounted with bumper crop expectation ahead. Spot prices in Unjha market is also dropped by 8.7% W-o-W due to muted domestic buying but still ruling at premium of about 4500 over futures that will spark short covering in futures market as futures prices have tendency to trade above to the spot. However, export enquires have improve on recent fall in prices that is likely to cap the further downfall in prices in near term. Harvesting activities is likely to pick up in March on wards that will lead to rise in supplies. **Jeera export may rose up to 2.2-2.5 lakh tonnes in marketing year 2024-25 Support is seen near 21250 whereas resistance is seen near 32000 in near term.**

Dhaniya prices slipped on heavy carry forward stocks in the market. However, losses are likely to be limited due to weaker production outlook in India. Improved festive buying and robust export is likely to keep prices firm in near term. India exported about 3.05 thousand tonnes of coriander in Nov'23 as compared to 2.4 tonnes of previous year whereas total exports during Apr'23-Nov'23 was reported at 73.18 thousand tonnes against the 21.3 thousand tonnes of previous year up by 243% Y-o-Y. Weaker production outlook will lure stockists for aggressive buying with every dips in prices. **Dhaniya prices are likely to trade in range of 7200-7800.**

OTHER COMMODITIES

Guar seed futures are expected to trade mixed to down due to demand concerns. Lower crush margin is likely to keep millers away from bulk buying that may put pressure on prices. Guar meal export from India dropped by 53% Y-o-Y in Nov'22 wherein Guargum export dropped by 21%Y-o-Y to 14.93 thousand tonnes in Nov'23. India has exported about 65.03 thousand tonnes of guar exports in cumulative in form of meal and gum down by 9% Y-o-Y. However, losses are likely to be limited due to shrinking supplies. The overall production of guar seed has reportedly decreased by 11%-13% Year-on-Year in the year 2023-24. This reduction in production has resulted in tighter inventory levels for millers. **Guar seed prices are expected to find support around 5150, with resistance seen at 5600. Similarly, Guar gum prices are likely to find support around 9600, with resistance of 10600.**

Cotton prices rallied further tracking firm cues from global market. ICE cotton rose sharply with tightness in supply and improved export prospects. Domestic fundamentals are likely to remain supportive for prices as arrivals pace will be slower in coming weeks as about 61% crop has touched the market so far since Oct'23. Cumulative arrivals were reported at 191 lakh bales so far in year 2023-24. Cotton production is likely to drop by 2% Y-o-Y in marketing year 2023-24 due to lower acreages under cotton. Cotton production is estimated to be lowest in last 15 years in year 2023-24 that will reflect as supply tightness. **Cotton MCX prices are likely to trade in range of 59000-61000. Similarly, Kapas Apr'24 futures are likely to trade in range of 1480-1550 level.**

Mentha oil prices are likely to remain under pressure due to sluggish buying in domestic market. Reports of tumbling exports of menthol and mentha oil will drag the prices down further. The export of menthol and mentha oil from India witnessed a decline of 15.9 % Y-o-Y to 7.3 thousand tonnes and 19% Y-o-Y to 1.06 thousand tonnes, respectively, during the period from April 2023 to October 2023. However, shrinking supplies and expectation of fall in area under mentha is likely to cap the losses. **Mentha oil is likely to trade in range of 890-920.**

Castor seed prices are likely to trade higher due to tightness in supplies at major trading centers. Tumbling crush margin for millers is likely to keep crushing demand subdued. At the same time, reports of fall in exports of castor meal will also put pressure on prices. **Castor seed prices are likely to trade in range of 5500-5900 levels.**

Vandana Bharti (AVP - Commodity Research)
Ravi Shankar Pandey (Sr. Research Associate)

Boardline : 011-30111000 Extn: 625
Boardline : 011-30111000 Extn: 674

vandanabharti@smcindiaonline.com
ravi16@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



Corporate Office:
11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
www.smcindiaonline.com

Mumbai Office:
Lotus Corporate Park, A Wing 401/402, 4th Floor,
Graham Firth Steel Compound, Off Western
Express Highway, Jay Coach Signal, Goreagon
(East) Mumbai - 400063
Tel: 91-22-67341600, Fax: 91-22-67341697

Kolkata Office:
18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata - 700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

Investments in securities market are subject to market risks, read all the related documents carefully before investing. Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. The securities quoted are for illustration only and are not recommendatory. SMC is a SEBI registered Research Analyst having registration number INH100001849. CIN : L74899DL1994PLC063609.

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd.) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing/dealing in securities/commodities market.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject commodity.

DISCLAIMER: This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions.

Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the commodity thereof, mentioned here in or (b) be engaged in any other transaction involving such commodities and earn brokerage or other compensation or act as a market maker in the commodities discussed herein (c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.