

## COMMODITY DAILY REPORT (AGRI)

20th February, 2024

### SPICES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Coriander (Apr)	19-04-2024	7554.00	7598.00	7664.00	7708.00	7774.00	Sideways
Coriander (May)	19-05-2024	7686.67	7693.33	7686.67	7693.33	7686.67	Sideways
Jeera (Mar)	19-03-2024	23903.33	24401.67	24698.33	25196.67	25493.33	Up
Jeera (Apr)	19-04-2024	23493.33	23916.67	24308.33	24731.67	25123.33	Sideways
Turmeric (Apr)	19-04-2024	14700.67	15041.33	15240.67	15581.33	15780.67	Up
Turmeric (Jun)	20-06-2024	14710.00	15120.00	15630.00	16040.00	16550.00	Sideways

### OILSEEDS

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Castor seed (Feb)	20-02-2024	5622.67	5823.33	5930.67	6131.33	6238.67	Up
Castor seed (Mar)	20-03-2024	5600.67	5649.33	5679.67	5728.33	5758.67	Up

### OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Kapas(Apr)	30-04-2024	1537.17	1557.33	1571.17	1591.33	1605.17	Sideways
Cocud (Mar)	19-03-2024	2532.00	2563.00	2581.00	2612.00	2630.00	Up
Cocud (Apr)	19-04-2024	2568.67	2595.33	2616.67	2643.33	2664.67	Sideways
Guar seed (Mar)	19-03-2024	5280.67	5305.33	5324.67	5349.33	5368.67	Sideways
Guar seed (Apr)	19-04-2024	5313.67	5337.33	5366.67	5390.33	5419.67	Sideways
Guar gum (Mar)	19-03-2024	10297.00	10340.00	10395.00	10438.00	10493.00	Up
Guar gum (Feb)	19-04-2024	10284.00	10330.00	10396.00	10442.00	10508.00	Down
Mentha Oil (Feb)	29-02-2024	896.00	898.90	903.00	905.90	910.00	Sideways
Mentha Oil (Mar)	29-03-2024	908.20	911.00	915.00	917.80	921.80	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 are likely to trade down with surging selling pressure in the market in wake of bumper crop prospects. 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 onwards 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 are likely to trade on negative bias due to 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 Guar gum 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.

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