

## COMMODITY DAILY REPORT (AGRI)

15th February, 2024

### SPICES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Coriander (Apr)	19-04-2024	7550.67	7573.33	7596.67	7619.33	7642.67	Down
Coriander (May)	19-05-2024	7680.00	7680.00	7680.00	7680.00	7680.00	Down
Jeera (Mar)	19-03-2024	23718.33	23966.67	24358.33	24606.67	24998.33	Down
Jeera (Apr)	19-04-2024	23905.00	24005.00	24100.00	24200.00	24295.00	Down
Turmeric (Apr)	19-04-2024	14604.67	14787.33	14932.67	15115.33	15260.67	Down
Turmeric (Jun)	20-06-2024	15014.67	15095.33	15180.67	15261.33	15346.67	Down

### OILSEEDS

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Castor seed (Feb)	20-02-2024	5738.00	5796.00	5833.00	5891.00	5928.00	Up
Castor seed (Mar)	20-03-2024	5587.33	5612.67	5640.33	5665.67	5693.33	Sideways

### OTHER COMMODITIES

COMMODITY	EXPIRY DATE	S2	S1	Pivot	R1	R2	Trend
Kapas(Apr)	30-04-2024	1474.83	1491.67	1502.83	1519.67	1530.83	Up
Cocud (Feb)	20-02-2024	2292.67	2368.33	2417.67	2493.33	2542.67	Sideways
Cocud (Mar)	19-03-2024	2434.67	2450.33	2472.67	2488.33	2510.67	Down
Guar seed (Feb)	20-02-2024	5123.67	5189.33	5258.67	5324.33	5393.67	Up
Guar seed (Mar)	19-03-2024	5197.00	5248.00	5293.00	5344.00	5389.00	Sideways
Guar gum (Feb)	20-02-2024	9846.33	10014.67	10138.33	10306.67	10430.33	Up
Guar gum (Mar)	19-03-2024	9946.00	10088.00	10204.00	10346.00	10462.00	Up
Mentha Oil (Feb)	29-02-2024	892.03	895.47	899.23	902.67	906.43	Down
Mentha Oil (Mar)	29-03-2024	900.03	906.07	910.03	916.07	920.03	Down

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

## SPICES

Turmeric prices are likely to trade mixed to higher due to weaker production outlook for upcoming season. Emerging festive demand and tighter stocks is likely to support firmness in prices. Ending stocks are expected to drop by about 10%-12% Y-o-Y in current marketing year, which is going to end in Mar'24 wherein production for upcoming season is also likely to be dropped by about 20% due to lower area under turmeric amid tumbling yield. Weaker supply outlook will prompt Stockist and millers to go for buying on every dips in prices. Exports dropped in Nov as India exported only 8.58 thousand tonnes of turmeric in Nov'23 against the 12.39 thousand tonnes of previous year wherein total export during Apr-Nov'23 reported at 110.74 thousand tonnes as compared to 111.94 thousand tonnes of previous year down by 1% Y-o-Y. Exports are likely to increase as per export seasonality that will support firmness in prices further. **Turmeric prices are expected to face resistance near 15200 in the near term wherein support is anticipated near 14400.**

Jeera slipped below to the crucial support of 26500 on surging selling pressure mounted with bumper crop expectation ahead. Fresh arrivals are expected to touch the market in Mar'24 that will keep supplies adequate. However, technical indicators are in oversold zone that may trigger short covering anytime in Jeera as export prices are looking attractive at this level. Improved festive demand will also spark fresh buying in spot market. Exports have been subdued but expected to increase in wake of tighter global supplies ahead of Ramdan festivals. Lean arrival period in India as well as in global market is likely to support prices unless new crop touches the market in India during March. Harvesting activities is likely to pick up in March on wards that will lead to rise in supplies. **Jeera export may rise 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 mixed note may keep bias on downside due to heavy stocks in the market. However, losses are likely to be limited due to improved festive buying and robust export. 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. However, heavy stocks in the market will cap the excessive gains. **Dhaniya prices are likely to trade in range of 7200-7800.**

Cotton prices rallied further tracking firm cues from global market. ICE cotton rose sharply with tightness in supply and improved export prospects. In latest USDA report, exports were raised by 200k bales to 12.30 million bales as compared to 12.10 million bales of previous estimates. On net ending stocks tightened by 100k to 2.8 million in the report. 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 180 lakh bales so far in year 2023-24. Arrival pace has been similar to last year so far but likely to be slower down due weaker production estimates 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 Corporation of India procured about 20 lakh bales so far in year 2023-24. **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.**

## 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.**

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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