



Commodities Research



Spices _____ 04 July 2009

LTP

Pepper July (12635) ↑

Guarseed July (1842) ↑

Soyaoil July (474.15) ↓

Pepper

Pepper prices were back down, reversing yesterday's gains, following strong monsoon rains in the major growing regions of the commodity. Weak export demand for pepper also helped the prices down on Friday. Reports showed that pepper exports had declined 46 percent in the first two months of this fiscal year to 3000 tonnes as compared to last year. However, declines were limited due to strong domestic demand for pepper. Kochi spot prices rose by 35 rupees to 12636 per 100 kg.



Guarseed

Guar seed prices also fell down today as rains moved into most parts of Rajasthan, the biggest producer of the commodity in the country. Strong rains are likely to increase in the production and supplies of guar seed, it being a rain dependent crop. The prices were expected to stay low for a few days amidst strong rains in the producing rains.



Soyaoil

Prices of Soy oil fell along with the rest in spite of a recovery in the Malaysian palm oil futures as sowing continued to progress in the major producing areas of Maharashtra and Madhya Pradesh, which raised the expectations of increased supplies of the commodity. Indore spot prices of soy oil remained steady on Friday.





Technical Outlook

Trade Recommendation

Commodity	Expiry	Call	Entry	S/L	Targets
Pepper	20-Aug-09	sell	12570	12850	12400/12250
Soy oil	20-Aug-09	Sell	479	481.5	476.20/474
Guar seed	20-Aug-09	Buy above	1850	1819	1869/1890

Intraday crucial levels

Commodity	Expiry	S2	S1	R1	R2
Pepper	20-Aug-09	11859	12165	12777	13083
Soy oil	20-Aug-09	463	468	478	484
Guar seed	20-Aug-09	1764	1797	1863	1896