

AGRI PICKS

A Daily Report on Agricultural Commodities

Wednesday, April 20, 2022

TODAY'S PICKS



The views/strategies expressed in this today's picks are Pre- Market Open views/strategies i.e., BUY/SELL posted in the today's Picks are purely based on technical analysis and recommended for intraday trading. Fundamental factors, sudden currency volatility and other data/news events that have a bearing on price movements were not considered while preparing this report.

AGRI BUZZ

- Bangladesh's cotton imports are expected to rise 2.2% on year to 8.9 mln bales (1 bale = 218 kg) in 2022-23 (Aug-Jul), the US Department of Agriculture's Foreign Agricultural Service said in a report. This is due to rising demand for yarn and fabric by the country's ready-made garment industry.
- A record high production notwithstanding, prices of sugar are expected to remain firm in the medium term because of a rise in exports and low closing stocks, CARE Ratings said in a report.
- India's oilmeal exports fell 25% on year to 242,043 tn in March, according to data re-released by The Solvent Extractors' Association of India today. For 2021-22 (Apr-Mar), exports of oilmeal were down 36% on year at 2.4 mln tn.
- The National Commodity and Derivatives Exchange has extended the additional surveillance margin of 2.5% on contracts of coriander till May 11 from May 9, the bourse said in a release.
- India's sugar production in the current season 2021-22 (Oct-Sep) is expected to be 13% higher on year at about 35 mln tn as per the government's revised estimates, a release from the Ministry of Consumer Affairs, Food & Public Distribution said.
- The government has set a target to produce a record 328 mln tn of food grain in 2022-23, officials from the farm ministry said at the National Conference on Agriculture for Kharif Campaign 2022-23.
- The International Monetary Fund today cut its forecast on global GDP growth in 2022 by 80 basis points to 3.6% due to the economic fallout of Russia's invasion of Ukraine. Its FY23 India GDP growth forecast to 8.2% from 9.0% earlier.

Futures		Spot
Contract/spot	JEERA - APR22	Unjha
Rate	21550	21955.55
% chg	-1.19	0.14
1 week low	21550	21885.7
1 week High	22710	22161.1
Futures		Spot
Contract/spot	CHANA	Bikaner
Rate		5000
% chg		-0.25
1 week low		5000
1 week High		5041.65
Futures		Spot
Contract/spot	SOYABEAN - APR22	Indore
Rate	7938	7964
% chg	-0.28	0.35
1 week low	7938	7936
1 week High	7960	7990
Futures		Spot
Contract/spot	CASTOR SEED - APR22	Deesa
Rate	6970	7230.55
% chg	-1.83	-0.79
1 week low	6964	7212.5
1 week High	7108	7290
Futures		Spot
Contract/spot	RUBBER - MAY22	Kottayam
Rate	17666	17500
% chg	2.01	0
1 week low		
1 week High		

Futures		Spot
Contract/spot	TURMERIC - APR22	Nizamabad
Rate	8740	8864.7
% chg	-1.75	-0.26
1 week low	8712	8864.7
1 week High	9528	8888.25
Futures		Spot
Contract/spot	GUAR SEED10 - APR22	Jodhpur
Rate	6205	6400
% chg	-3.99	-2.29
1 week low	6205	6400
1 week High	6502	6557.2
Futures		Spot
Contract/spot	REFINED SOYA OIL - APR22	Kandla
Rate	1588.8	1581.95
% chg	4.22	-0.41
1 week low	1524.4	1522.15
1 week High	1588.8	1589.5
Futures		Spot
Contract/spot	KAPAS - APR22	Rajkot
Rate	2178.5	2206.95
% chg	-0.39	0
1 week low	2152	2165.55
1 week High	2222	2225
Futures		Spot
Contract/spot	MAIZE - Feed/Industrial Grade	Gulabbagh
Rate	2301	2327.5
% chg	-4.84	1.2
1 week low	2301	2300
1 week High	2418	2425

Futures		Spot
Contract/spot	CORIANDER - APR22	Kota
Rate	12054	12193
% chg	0.48	1.03
1 week low	11970	12069
1 week High	12954	12580
Futures		Spot
Contract/spot	Guar Gum Refined Splits - APR22	Jodhpur
Rate	12048	12550
% chg	-3.98	-1.95
1 week low	12048	12550
1 week High	12700	12916.65
Futures		Spot
Contract/spot	RAPE MUSTARD SEEDS	Jaipur
Rate		7300
% chg		0.69
1 week low		7100
1 week High		7300
Futures		Spot
Contract/spot	COTTON SEED OIL CAKE AKOLA - APR22	AKOLA
Rate	3060	3250
% chg	-1.35	-0.29
1 week low	3060	3237.5
1 week High	3102	3259.55
Futures		Spot
Contract/spot	BARLEY - APR22	Jaipur
Rate	3137.5	3202.05
% chg	0.16	2.09
1 week low	3132.5	3130
1 week High	3137.5	3202.05

SPICES COMPLEX

Market Buzz

- Spices complex on NCDEX pared initial gains to end the session in deep red on Tuesday. Dhaniya May futures resumed declining and ended the session over two per cent down. Jeera futures too end lower bucking the trend seen in the spot market, where both the spices gained on dip in arrivals. Turmeric futures, in the meantime, came under pressure from tepid demand.
- According to the second advance estimates by Gujarat state agriculture department, jeera production is seen declining to 236980 tons in 2021-22, down 41 per cent year on year. Area is seen at 289000 ha as against 473800 ha a year ago. Coriander production is seen declining as well to 211680 tons compared to 221240 tons in 2020-21.
- Exports of spices from India during Apr-Sep declined 8% on year to 780,273 tn, according to data from the Spices Board India.
- Spices Board pegs Apr-Sep jeera exports at 139,295 ton, down 14%.
- Spices Board pegs Apr-Sep turmeric exports at 77,245 ton, down 26%.
- Spices Board pegs Apr-Sep pepper exports at 10,844 ton, up 24%.
- Spices Board pegs Apr-Sep small cardamom exports 4,240 ton, up 101%.
- Spices Board pegs Apr-Sep coriander exports at 24,459 ton, down 13%
- India exported 299,000 tn of jeera in 2020-21, up 40% on year according to the Spices Board.
- According to Spices Board, Coriander exports from India were up 21% on year at 57,000 ton.
- Government sees 2020-21 coriander output at 720000 tons compared to 701000 tons a year ago.
- Spices Board sees exports of turmeric up 33% to 183000 tonnes in FY 2020-21 on yoy basis.
- Government sees 2020-21 turmeric output at 1.11 million tonnes compared to 1.15 million tons a year ago.
- Spices Board pegs FY21 small cardamom export 6,500 ton, up 251% on year.
- Output of small cardamom is seen rising by 100% on year to 22520 tons according to the Spices Board.



TECHNICAL VIEW

<p>JEERA NCDEX MAY</p>	<p>Witnessing downside moves could stretch towards 21500 ranges before bouncing back. However, such moves stretching beyond 21300 may see weakness intensifying.</p>	
<p>DHANIYA NCDEX MAY</p>	<p>Pullbacks to 12050/12180 ranges may not be ruled out. However, slippage past 11720 may probably call for 11620 or more.</p>	
<p>TURMERIC NCDEX MAY</p>	<p>8550 is the next key support range and slippage past the same may see weakness intensifying. Else may hold the same for a brief pullback.</p>	




COTTON COMPLEX

Market Buzz

- The US Department of Agriculture has revised its estimate for cotton ending stock in India to 8.3 mln bales (1 US bale = 218 kg) for 2021-22 (Aug-Jul), from 8.0 mln bales projected a month ago. The increase in India's ending stock estimate is attributed to lower exports in the current season. The country's exports are projected at 5.2 mln bales, as against 5.5 mln bales a month ago. Persistently high prices in the domestic market have made India's cotton uncompetitive, weighing on exports of the commodity. According to trade sources, in the ongoing marketing year, around 3.5 mln bales (1 bale = 170 kg) of Indian cotton were exported till March, sharply lower than a year ago. In Oct-Mar of 2020-21, India had shipped 4.3 mln bales. The agency maintained its estimate for India's production and domestic consumption for 2021-22 at 26.5 mln bales and 26.0 mln bales, respectively. Further, the agency has scaled up its global production estimate to 120.2 mln bales from 119.9 mln bales a month ago. Global cotton consumption is seen lower at 124.1 mln bales in 2021-22, compared with 124.5 mln bales a month ago. Exports are estimated at 45.8 mln bales, as against 46.3 mln bales a month ago. The agency has raised its 2021-22 global ending stocks estimate to 83.4 mln bales from 82.6 mln bales estimated a month ago.
- The Cotton Association of India has cut its production estimate for the 2021-22 (Oct-Sep) marketing season to 33.5 mln bales (1 bale = 170 kg), from 34.3 mln bales projected a month ago. The cut in estimate can be attributed to some crop loss because of excess rain in November in the key producing states that impacted quality of crop. Of the total crop, 26.3 mln bales had arrived in markets across India till March. Estimate for exports in the ongoing marketing year has been maintained at 4.5 mln bales. India shipped around 3.5 mln bales of cotton till March. The association has also maintained its estimate for domestic cotton consumption at 34.0 mln bales, and imports at 1.5 mln bales. The ending stock for the 2021-22 season has been estimated at 4.0 mln bales, as against 4.8 mln bales projected a month ago.
- The UK-based Cotton Outlook has scaled down its estimate for global production in 2021-22 (Aug-Jul) by 165,000 tn to 25.5 mln tn. The estimate has been revised downward as production in India is expected to be lower. However, a modest increase in production is seen in China and Brazil. Cotton production in India is seen at 5.5 mln tn. The production in China is seen at 5.8 mln tn, while the US is likely to produce 3.8 mln tn. The agency has also lowered its estimate for global consumption in 2021-22 by 200,000 tn to 25.7 mln tn. The estimate has been revised downward due to fall in demand, especially from China, and because of high domestic cotton prices. Global cotton ending stocks for the ongoing 2021-22 season are estimated at 219,000 tn.
- The International Cotton Advisory Committee has raised its estimate for global cotton prices for 2021-22 (Aug-Jul) by 4 cents per pound from the previous month to 113 cents per pound. The committee estimated global consumption at 26.2 mln tn in the 2021-22 season, up from 25.7 mln tn in the previous season. Consumption is estimated higher because demand from Pakistan, Bangladesh and Brazil is expected to remain firm. The committee estimated global ending stocks at 20.9 mln tn, higher than 20.6 mln tn in the previous season. Global cotton export for the season is estimated at around 10.1 mln tn, as against 10.6 mln tn a year ago. Global production for the ongoing season is estimated higher at 26.4 mln tn, compared with 24.4 mln tn in the previous season. The rise has largely been attributed to higher production in Brazil and the US. In the US, cotton production is estimated at 3.8 mln tn, as against 3.2 mln tn a year ago. However, in India, cotton output is expected to fall to 5.8 mln tn, compared with 6.0 mln tn in the previous year.
- Cotton farmers in the US intend to plant the fibre over 12.2 mln acres in the 2022-23 (Aug-Jul) season, up by 9% from the previous year, the USDA said in its initial planting survey report for the season. The largest increase in sowing area is expected in Texas. A rise in acreage in the coming season is attributed to high cotton prices.
- Persistently high prices in the domestic market have made India's cotton uncompetitive, weighing on exports of the commodity in 2021-22 (Oct-Sep) season. In the ongoing marketing year, around 3.4 mln bales of cotton were exported till mid-March, a consignment of another 200,000-300,000 bales is expected to ship in coming days. Along with these consignments, by the end of March, exports may touch 3.6 mln bales so far this year, which is sharply lower than a year ago. In Oct-Mar of 2020-21, India had shipped 4.3 mln bales. Most consignments have been shipped to Bangladesh, followed by China, Indonesia and Vietnam. Of the total shipped quantity, Bangladesh bought around 2.5 mln bales so far this season. Domestic prices are at a record high level due to the tight supply situation in the market. A rise in domestic mill consumption and a decline in production due to untimely rains have led to a drop in ending stock estimates. Exports during Apr-Sep is seen declining further because of the elevated domestic prices as it makes overseas sales economically unviable, said Dharmendra Jain, director of Ahmedabad-based D.P. Cotton. Furthermore, exports to Bangladesh, has also slowed down because they have already booked their consignments. Now, they are only buying to meet immediate requirements in case of a delay in shipments from regions such as the US and Brazil. Industry experts say cotton exports this season might stand at 4.0-4.5 mln bales. In 2020-21 (Oct-Sep), India exported 7.5-7.8 mln bales of cotton, with Bangladesh, China and Vietnam being the major buyers.
- The government has increased the maximum sale price of genetically modified Bollgard-II Bt cotton seed for 2022-23 (Apr-Mar) by 43 rupees to 810 rupees for a 450-gm packet, according to a notification.
- The US Department of Agriculture has scaled down its estimate for cotton production in India to 26.5 mln bales (1 US bale = 218 kg) for 2021-22 (Aug-Jul), from 27.0 mln bales projected a month ago. The cut in India's output estimate is attributed to some crop loss because of excess rains in November in most key growing states. On the global front, the agency has scaled down its production estimate to 119.9 mln bales from 120.2 mln bales a month ago. The downward revision is mainly due to a likely smaller crop in India. The agency has lowered its 2021-22 global ending stocks estimate to 82.6 mln bales from 84.3 mln bales estimated a month ago. Global cotton consumption is seen a tad higher at 124.5 mln bales in 2021-22, from the previous month's estimate of 124.4 mln bales.
- The US Department of Agriculture's Foreign Agricultural Service has further scaled down its estimate for cotton output in India in 2021-22 (Aug-Jul) to 27.4 mln bales (1 US bale = 218 kg) from 27.7 mln bales projected in January. The reduction in cotton output estimate is attributed to crop damage due to rains in late September in key producing regions of Telangana. Meanwhile, the agency has raised its estimate for India's cotton consumption in 2021-22 to 26.5 mln bales from 26.0 mln bales estimated a month ago. Trade sources indicate that mill consumption is being supported by robust textile and apparel exports. Mills are reporting good margins and making investments in additional spinning capacity for the long-term. Exports during the season are maintained at 5.9 mln bales with Bangladesh, Vietnam, China, and Indonesia being the top export destinations. Bangladesh continues to be the major buyer of Indian cotton with almost 60% export market share. The estimate for imports into India in the 2021-22 crop year has been maintained at 1.0 mln bales. The closing stock of cotton for the country has been pegged at 9.7 mln bales, compared with 10.8 mln bales estimated the previous month.
- The new season for cotton which started on Oct 1, is expected to be good for farmers as the market price of the fibre is currently more than the minimum support price, due to firm demand and a rise in global prices.
- Sowing of cotton across the country has ended and farmers have sown the crop across 12 mln ha in the 2021-22 (Jul-Jun) kharif season, down 6% from a year ago, data from the farm ministry.
- India's cotton output in the 2021-22 (Oct-Sep) marketing year is seen at 36.2 mln bales (1 bale = 170 kg), as per the median of estimates of 13 prominent players in the cotton value chain polled by Informist.
- In the ongoing 2021-22 (Jul-Jun) season, cotton acreage across the country was 11.9 mln ha as on Thursday, down



TECHNICAL VIEW

<p>KAPAS NCDEX APR22</p>	<p>Short covering rallies seems to be exhausted and unable to move above 2210 could see downside correction towards 2170/2150 levels.</p>	
<p>COTTON MCX APR</p>	<p>Unable to move above 45000 levels could see a downside moves towards 43800/43000 levels.</p>	
<p>COCUDAKL NCDEX APR</p>	<p>While prices stays below 3070 could extend corrective moves to 3000/2960 levels.</p>	

OTHERS

Market Buzz

- Procurement of chana in the ongoing 2022-23 (Apr-Mar) rabi marketing season is sharply up by 176% on year at 495,851 tn as of 6 April, in anticipation of a bumper crop this season, a government official said. Last year, during this time, the government procured 179,523 tn of chana from 139,898 farmers across 1,195 centres from key producing states such as Madhya Pradesh, Maharashtra, Telengana, Rajasthan, Gujarat and Karnataka, said the official.
- Recent report from U.S. Department of Agriculture (USDA) reveals that Chickpea area is likely to fall by 18 percent to 303,600 acres as growers are not less interest to sow Chickpea in a big way. However, small Chickpea area is estimated to increase from 2021 by 5 percent to 62,100 acres. Area under the large Chickpea in 2022 is estimated to be at 241,500 acres down by 22 percent from previous year.
- Canada's farm agency has revised downward its average price forecast of dry peas, lentils and chickpeas for 2021-22 (Aug-Jul), despite a sharp fall in the ending stocks, it said in a report for February. Citing information from Statistics Canada, the agriculture body sees the country's chickpea production in 2021-22 declining 64% on year to 76,000 tn due to poor yields, despite higher area. The average chickpea, or chana, price estimate for the season has been revised downwards to \$1,000 from \$1,065 projected a month ago. With an estimated production of 76,000 tn this year, the country's total chickpea supply is forecast to fall to 371,000 tn from 506,000 tn projected in the previous year. Carryover stocks in 2021-22 are forecast to decline to 150,000 tn, compared with 275,000 tn a year ago, the report said.
- The Securities and Exchange Board of India has asked the National Commodity and Derivatives Exchange to not launch any new chana contracts on its platform till further notice, the market regulator said in a release on August 16, 2021.
- India's guar export in Oct'21-Feb'22 is up by 28% to 1,25,921 MT as compared to 98,379 MT previous year same period. Russia bought 3,579 tonne (17.44%) of the total guar gum exports in Feb'22 as compared to 3,519 tonne (16.47%) previous months
- India's guar gum exports decreased in the month of February 2022 by 4% to 20,518 tonne compared to 21,373 tonne during previous month at an average FoB of US \$2,326 per tonne as compared to US \$2,171 per tonne previous month. However, the gum shipments were up by 14.53% in Feb'2022 compared to the same period last year. Of the total exported quantity, around 6,406 tonne (31.22%) bought by US, Russia bought 3,579 tonne (17.44%), Germany bought 2,356 tonne(11.48%), China bought 1,230 tonne (5.99%), and Canada bought 897 tonne(4.37%). Additionally, India's guar split exports increased in the month of Feb'2022 by 35.60% to 5,485 tonne compared to 4,045 tonne previous month at an average FoB of US \$ 1,815 per tonne compared to US \$ 1,780 per tonne previous month. However, the guar split shipments gone up by 85.03 % in Feb'22 compared to the same period last year. Of the total exported quantity, around 3,460 tonne (72.20%) bought by China, US bought 760 tonne (13.86%), Mexico bought 405 tonne(7.38%) and Switzerland bought (6.56%).
- The global outlook of natural rubber is expected to rise 1.9% to 14.1 mln tn in 2022, the Association of Natural Rubber Producing Countries said in a report. The association expects global consumption to grow 1.2% to 14.2 mln tn during the year. The demand for natural rubber is likely to rise from the healthcare sector and positive auto sale growth in major economies. However, several challenges may hinder the growth of the natural rubber market. On the supply side, it is heavily affected by adverse climate and labour shortage in rubber producing countries amid the rising spread of COVID-19 variant, the association said. Other global events such as a surge in crude oil prices, geopolitical crisis, global supply chain disruption caused by delayed shipping schedule, and the global shortage of semiconductor chipsets may influence the natural rubber market in the near term, the report said.



TECHNICAL VIEW

CASTOR NCDEX MAY	As prices unable to move above the resistance of 7310 could see downside corrective moves targeting 7050 levels.	
GUARSEED NCDEX MAY	Pullbacks to 6360-6410-6450 ranges may not be ruled out before resuming declining.	
GUARGUM NCDEX MAY	Pullbacks to 12450/12650 may not be ruled out before resuming declining. A direct voluminous fall past 12130 may call for 12040 or more.	
RUBBER MCX APR	17500 is the immediate resistance which if breached convincingly may call for more upside. Else expect to vary inside 17000-17500.	

OILSEED COMPLEX

Market Buzz

- India's vegetable oil imports in March rose nearly 13% on year to 1.1 mln tn, The Solvent Extractors' Association of India said.
- The US Department of Agriculture has revised its estimate for global soybean production to 350.7 mln tn in 2021-22 from 353.8 mln tn projected a month ago. In its April report, the department scaled down its estimate for soybean output in Brazil, by 2 mln tn to 125 mln tn in the ongoing season because of dry weather conditions in the southern part of the country. The agency has scaled down its estimate for global ending stocks for 2021-22 to 89.58 mln tn from 89.96 mln tn pegged in the March report, mainly due to lower stocks in US and Argentina. The global soyoil production estimate for 2021-22 has also been revised downwards to 58.97 mln tn from 59.37 mln tn projected the previous month. However, the estimate for global soyoil exports in 2021-22 has been revised marginally higher to 12.44 mln tn from 12.39 mln tn. The department now sees global soymeal output estimate for 2021-22 at 245.64 mln tn, down from 247.55 mln tn pegged in last month's report. The estimate for global exports of soymeal in 2021-22 is marginally higher at 67.81 mln tn, compared with 67.78 mln tn pegged in March.
- Soymeal exports in March slumped 81.9% on year to 50,000 tn, the Soybean Processors Association of India said in a release. During Oct-Mar, soymeal exports fell sharply to 472,000 tn compared with 1.6 mln tn for the same period a year ago. In March, soymeal production fell to 519,000 tn from 678,000 tn a year ago, while during Oct-Mar, output was at 3.2 mln tn, lower than nearly 5.0 mln tn during the same period a year ago. However, during Oct-Mar, arrivals declined to 6.1 mln tn from 7.5 mln tn during the same period last year. By the end of March, mills, traders, and farmers were left with around 6.75 mln tn of soybean stock.
- The Centre has extended stockholding limits on edible oils and oilseeds by six months till Dec 31 in a bid to check hoarding and check prices of the commodities in domestic markets, a government release said. In February, the Centre had imposed stockholding limits till Jun 30.
- India's oilmeal exports fell 52.9% on year to 187,320 tn in February, according to data released by SEA. For Apr-Feb, exports of oilmeal were down 36.7% on year at 2.1 mln tn. Soymeal exports plunged to 348,868 tn during Apr-Feb, compared with 1.4 mln tn a year ago, because of higher prices of the Indian variant in international markets. Lower crushing of soybean also led to higher imports of crude soybean oil. Mustard meal exports in Apr-Feb fell 24.9% on year to 772,423 tn, while exports of castor meal were down 10.4% at 349,653 tn.
- India's mustard seed production in the crop year 2021-22 (Jul-Jun) is seen 29% higher at an all-time high of 10.95 mln tn, the Central Organisation for Oil Industry & Trade said in a release. In the previous year, mustard seed production was at 8.5 mln tn, according to the release. The area under has been pegged at 8.7 mln ha, and the average yield is estimated at 1.3 tn per ha.
- With the shortage of edible oil supply from imports due to the crisis in Ukraine, the Soybean Processors Association of India has recommended measures to augment the supply and cool down prices. The agency estimates a shortfall of edible oil supply from imports due to the war of approximately 200,000 tn a month of sunflower oil, it said in a note.
- The National Commodity & Derivatives Exchange will launch future contracts in refined castor oil on Mar 21, the bourse said in a circular. According to the contract specification the commodity will have trading unit of 2 tn, with the maximum order size of 200 tn. The contract will be settled in cash. The open interest threshold level to attract concentration margin in the commodity will be 17,900 tn.
- The government cut agriculture cess on crude palm oil and extended the lower customs duty on edible oils by six months till Sep 30 to cool domestic prices. The government cut Agriculture Infrastructure and Development Cess on crude palm oil to 5.0% from 7.5%, a finance ministry notification said. The Centre had in October slashed import duty on key edible oils till Mar 31. This has now been extended till Sep 30, the notification said.
- Farmers have sown mustard across 9.16 mln ha in the country, up 25.3% on year, in the ongoing 2021-22 (Jul-Jun) rabi season as of Friday, according to the farm ministry's data. The government fixed the minimum support price of the crop at 5,050 rupees per 100 kg for the 2022-23 (Apr-Mar) marketing season, as against 4,650 rupees in the previous year.
- The Solvent Extractors' Association has urged the Centre and the Securities and Exchange Board of India to resume futures trade in mustard seed on the National Commodity and Derivatives Exchange.
- The Solvent Extractors' Association has urged the government to exempt soyoil from genetically-modified labelling requirement as it may lead to a rise in prices, it said in a letter. Last year, according to reports, the Centre had asked states to enforce separate labelling for genetically-modified soyoil to help consumers make informed decision.
- The Centre has included soymeal under the Essential Commodities Act with immediate effect till Jun 30 to regulate production, stocking, and distribution of the commodity.
- The government has reduced the basic import duty on refined, bleached, and deodorised palm oil, to cool domestic prices, the finance ministry said in a notification. The new duty rates will be in place till Mar 31, the ministry said. The effective basic import duty on refined, bleached, and deodorised palm oil has been reduced to 12.5% from 17.5% earlier. With the new duty cut, the duty difference between crude palm oil, which is a raw material, and refined, bleached, and deodorised palm oil, which is the finished product, has reduced to 5.5% from 11.0% earlier.
- The Securities and Exchange Board of India asked exchanges not to launch new contracts of some farm commodities, including those of soybean and its derivatives, and crude palm oil. The restrictions come into effect immediately and shall be applicable for one year.
- The Central Organisation for Oil Industry and Trade has estimated India's mustard output in the 2021-22 (Jul-Jun) rabi season at 10-11 mln tn because of increase in acreage, it said in a release. In 2020-21 the country produced around 8.5 mln tn of mustard, which is a crucial oilseed sown in the rabi season during Sep-Oct and harvested from February.
- India's 2020-21 (Jul-Jun) mustard output is seen rising 22.6% on year to 8.95 mln tn, according to a joint survey by the Central Organisation for Oil Industry and Trade and the Mustard Oil Producers' Association.
- The government reduced the effective import duty on CRUDE PALM OIL to 8.25% from 24.75%, and the effective import duty on REFINED SOYOIL to 19.25% from 35.75%
- India's soybean acreage in the 2021-22 (Jul-Jun) kharif season remained unchanged at 12.2 mln ha, agri ministry.
- The government allowed the import of 1.2 mln tn of genetically-modified soymeal till Oct 31 to augment supply in domestic markets, the Directorate General of Foreign Trade said in a notification.
- Malaysia's crude palm oil output rose 24.1% on month to over 1.4 mln tn in March, data from the Malaysian Palm Oil Board. Export of palm oil in March rose 14.1% on month to 1.27 mln tn, while outbound shipments of biodiesel fell sharply by 64.6% on month to 15,853 tn, the data. The total palm oil stocks in the country fell nearly 3% on month to around 1.47 mln tn as of Mar 31.
- Malaysia's palm oil exports for March are estimated to have risen 7.2% from the previous month to 1,331,400 metric tons, cargo surveyor SGS (Malaysia) said.
- Acreage under oil palm in north-eastern states is likely to increase by 50-60% by 2025 depending on the availability of seedlings, a farm ministry source said.
- Indonesia's crude palm oil output is expected to rise 2.6% next year to 51.01 million tonnes from a 2021 estimate of 49.71 million tonnes, head of the Estate Crop Fund Eddy Abdurrachman said.

TECHNICAL LEVELS

Commodity	Contract	Open*	High*	Low*	Close*	S3	S2	S1	Pivot	R1	R2	R3
SPICES												
Jeera	MayNCDEX	22040	22275	21655	21870	20972	21313	21592	21933	22212	22553	22832
Turmeric	MayNCDEX	8912	9104	8712	8740	8208	8460	8600	8852	8992	9244	9384
Dhaniya	MayNCDEX	12200	12480	11720	11840	10787	11253	11547	12013	12307	12773	13067
Menthaoil	AprMCX	1078.4	1086.8	1069.2	1074.4	1049	1059	1067	1077	1084	1094	1102
PULSES												
Guarseed	MayNCDEX	6488	6525	6242	6318	5915	6079	6198	6362	6481	6645	6764
Guargum	MayNCDEX	12809	12870	12200	12340	11400	11800	12070	12470	12740	13140	13410
OIL & OIL SEEDS												
Castor seed	MayNCDEX	7240	7276	7144	7150	6972	7144	7104	7190	7236	7322	7368
CEREALS												
Barley	MayNCDEX	3148	3148	3148	3148	3148	3148	3148	3148	3148	3148	3148
OTHERS												
Cocud^	MayNCDEX	3079	3080	3023	3028	2950	2987	3007	3044	3064	3101	3121
Kapas	Apr22 NCDEX	2187.0	2200.0	2173.0	2178.5	2141	2157	2168	2184	2195	2211	2222
Cotton	AprMCX	44970	44970	43820	44080	42460	43140	43610	44290	44760	45440	45910
Rubber	MayMCX	17600	17600	17600	17600	17600	17600	17600	17600	17600	17600	17600

Pivot Point: A predictive indicator of the market which is calculated as an average of significant prices from the performance of a market in the prior trading period. An open above the pivot point is generally considered bullish and vice versa.
 S1, S2 & S3 are supports and R1, R2, and R3 are resistances from where a turnaround can be anticipated.
 *Open, High, Low and Close prices of previous trading day / ^ Cottonseed Oil Cake



Strong bias or bullish



Choppy with positive note



Choppy or Sideways



Weak bias or bearish



Choppy with negative note



Mild bullish bias



Mild bearish bias

TRADING SIGNALS

Commodities	Intraday	Overall	Volatility		Short term		Medium term		Long term	
	View	View	1 day	Annual-ised	3 day EMA	5 day EMA	13 day EMA	22 day EMA	45 day EMA	60 day EMA
Pepper May ICEX	POSITIVE	HIGHLY POSITIVE	0.72%	11.5%	POSITIVE	POSITIVE	POSITIVE	POSITIVE	POSITIVE	POSITIVE
Jeera May NCDEX	NEGATIVE	POSITIVE	1.73%	27.4%	FLAT	NEGATIVE	NEGATIVE	POSITIVE	POSITIVE	POSITIVE
Turmeric May NCDEX	NEGATIVE	NEGATIVE	2.08%	32.9%	FLAT	NEGATIVE	NEGATIVE	POSITIVE	NEGATIVE	NEGATIVE
Dhaniya May NCDEX	NEGATIVE	POSITIVE	2.16%	34.2%	FLAT	NEGATIVE	POSITIVE	POSITIVE	POSITIVE	POSITIVE
Guarseed10 May NCDEX	POSITIVE	POSITIVE	1.67%	26.5%	FLAT	POSITIVE	NEGATIVE	POSITIVE	POSITIVE	POSITIVE
Guargum May NCDEX	POSITIVE	POSITIVE	2.02%	32.0%	FLAT	POSITIVE	NEGATIVE	POSITIVE	POSITIVE	POSITIVE
Castor May NCDEX	POSITIVE	NEGATIVE	0.87%	13.9%	FLAT	POSITIVE	NEGATIVE	NEGATIVE	NEGATIVE	POSITIVE
Kapas22 Apr NCDEX	POSITIVE	POSITIVE	1.09%	17.3%	POSITIVE	POSITIVE	NEGATIVE	POSITIVE	POSITIVE	POSITIVE
Cotton Apr MCX	POSITIVE	HIGHLY POSITIVE	1.14%	18.0%	POSITIVE	POSITIVE	POSITIVE	POSITIVE	POSITIVE	POSITIVE
Cocudaki May NCDEX	POSITIVE	NEGATIVE	1.32%	21.0%	FLAT	POSITIVE	NEGATIVE	NEGATIVE	NEGATIVE	NEGATIVE
Wheat May NCDEX	FLAT/CHOPPY	FLAT/CHOPPY	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!
Barley May NCDEX	NEGATIVE	POSITIVE	2.48%	39.3%	FLAT	NEGATIVE	POSITIVE	POSITIVE	POSITIVE	POSITIVE
Menthaoil Apr MCX	NEGATIVE	NEGATIVE	1.69%	26.8%	FLAT	NEGATIVE	NEGATIVE	NEGATIVE	POSITIVE	POSITIVE
Rubber May MCX	FLAT/CHOPPY	POSITIVE	0.40%	6.4%	FLAT	FLAT	POSITIVE	POSITIVE	POSITIVE	POSITIVE

Trading signals is prepared based on statistical analysis and is purely on technical indicators like exponential moving averages (EMAs), Relative strength Index (RSI) and stochastic, putting altogether provides an idea about intraday, short, medium and long term trend of the commodities. It also signals the risk of an investment in both agricultural and global commodities as well. Based on all listed indicators above, investors were able to fix a daily, near-term and long term trends. However, must be cautious especially for real-time intraday traders/jobbers.

Trading Strategy based on EMA

Trading strategies mentioned in the report is mainly based on 3, 5, 13, 22, 45 & 60 days exponential Moving Averages. 3 and 5 day EMA has taken for developing Intraday trading strategy, 13 days and 22 days EMA for Short term and Medium term, while 45,60 days EMA for Long term. Here, we use EMAs for POSITIVE and NEGATIVE signals. POSITIVE signal is formed when a short-term moving average (eg: 30 day) crosses from below a longer-term average (eg: 60 day), which is considered bullish. Likewise, NEGATIVE signal is formed when a short-term moving average (eg: 30 day) crosses from above a longer-term moving average (eg: 60 day), which is considered bearish.

Intraday and Overall view The section is consist of both Intraday and Overall view. The Intraday view is calculated by netting out of POSITIVES/NEGATIVES/FLAT signals formed in the short term trend. On the another part, Overall view is calculated by netting out number of POSITIVES/NEGATIVES/FLAT signals formed in the short, Medium and long term trend.

Volatility is a measure for dispersion of price of a financial instrument over a period of time by using Standard deviation and annualised actual volatility. Standard deviation is used to calculate one day volatility. Whereas, Annualized Actual Volatility (AAV) is measured as annualized standard deviation of the continuously compounded daily returns of the asset. Generally the thumb rule is that, higher the volatility higher the risk of the asset. See the table below the range risk ratings.

Annualised Volatility >	Risk %	Ratings	Risk %	Ratings	Risk %	Ratings	Risk %	Ratings	Risk %	Ratings
> 35%	> 35%	Very High risk	27 to 34%	High risk	20 to 26%	Moderate risk	11 to 19%	Low risk	1 to 10%	Very Low risk

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Geojit Financial Services Ltd., 34/659-P, Civil Line Road, Padivattom, Kochi - 682024
Toll-Free Number: 1800-425-5501 / 1800-103-5501, Paid Number: 91 - 484 - 2901000
Research Entity SEBI Registration Number: INH200000345
Email id: customercare@geojit.com, Web: www.geojit.com

SEBI Stock Broker Registration No INZ000104737, Research Entity SEBI Reg No: INH200000345, Investment Adviser SEBI Reg No: INA200002817, Portfolio Manager: INP000003203, SEBI Registration No. Stock Broker: INZ000104737 / Depository Participant: IN-DP-325-2017, ARN Regn.Nos:0098, IRDA Corporate Agent (Composite) No.: CA0226.