

## PARADIGM COMMODITIES ADVISORS

Agri market report-11th June 2024

## Hedgers dominate in cotton cake and guar: TMC and Jeera trades volatile

**Please Read this before you trade:** Agri outlook given here is positional in nature and valid for 3-5 working sessions. A directional view means validity of trade is 4-8 week. All levels are just indicative. Entry and exit are valid for 2-3 working days. Readers are advised to use marginal discretion while take a call based on prevailing market conditions

advised to use ma	rginal discretion while take a call based on prevailing market conditions  Cotton Complex					
NCDEV L.l.	•					
NCDEX July cocud	Sell in 2 step @ 2730 & 2755. Keep 1 <sup>st</sup> profit tgt @ 2690-95 and 2 <sup>nd</sup> profit tgt open. SL for 50% sell position is @ 2793 on closing basis. Keep 2 <sup>nd</sup> Sl open for remaining Short. We will give it on Realtime basis. Trend is sideways. Hedgers are earning nice cash and carry around 30% annualized. Retail long side traders and					
cocuu						
	physical stockiest are loathed and seem distressed. We may opt for buy side trade in Dec cocud once					
	liquidity improves. Accumulation on every dips- staggered buying. Buy range 2600-2720. Expected tgt range					
	2850-3050. SL will be given later. Cotton acreage may cut down due to farmers disinterest.					
NCDEX Kapas	Market is dull, it may get some volume onwards mid-July. Cotton acreage may decrease amid farmer's					
NCDEA Rapas	disinterest. New govt may announce higher MSP for cotton and soybean given BJP setback in various Cotton					
	and oilseed producing states. Heatwave and certified seed shortage also an important issue. Short term range					
	is 1515-1593. Cotton acreage in general may see 10-15% decline due to lack of remunerative prices. ICE					
	cotton is in a free fall. Traders await MSP rates for Kharif 2024-2025. According to insiders, MSP may be					
	farmers friendly due to incoming Maharashtra assembly elections. Soy, Kapas and Soybean MSP may witness					
	decent hike. Market also awaits new Budget.					
MCX Jul Cotton	Cotton market is reeling under extreme financial distress amid free fall in ICE cotton. Cotton acreage may					
WGX Jui Cotton	see 10-15% decline amid super unremunerative prices. Tur, Gnut, Soybean, Pulses and Sugarcane may steal					
	cotton acreage. Technical and fundamentals are weak. Sentiment is extremely fragile and pessimistic. Big					
	bull market often arises from deeper pessimism. We may see some supply shortage during Aug-Oct 2024.					
	Top grade mills are well covered, but B grade mills and some cash strapped spinners are hand to mouth.					
	Market looks net "short".					
	Spices					
NCDEX Aug	TMC is the only game in town in Masala complex. Retail traders, high risk punters and physical stockiest are					
TMC	bullish amid widely expected story – TMC IS NEW JEERA'. We are sensing some pump and dump story.					
	Short term range is 16400-19200. If sustains below 16200- correction towards 15700-15200 likely. High Risk					
	contra call- Sell TMC Aug in 2 steps. 50% volume @ 18300. 50% volume @ 18900. Strict SL is 19350 and					
	19970 for both positions. SL is for closing basis. Keep volume light- low. Timely onset of monsoon may					
	reduce froth in some spices. TMC looks like a crowded long trade. There is an old market saying. IF					
	EVERYBODY IS BULLISH- BE FULLISH (AND SELL). Above quote is from the Book of Japanese					
	candlesticks written by Steve Nison. Short term range is 16400-19700. Valid for 2-4 week.					
NCDEX Jul	Dhania market is in slow decline. Fundamentals are supportive however dhania lacks fancy and punters					
Dhania	disinterest. Physical good quality dhania commands premium relative to spot. TMC-Jeera-Dhania- all three					
	major spices may show some price rediscovery once heatwave reduce and monsoon turns fully active.					
	Dhania still looks dark horse among three prime spices.					
NCDEX July	Jeera market shows random moves. Erratic trading amid lack of supply pressure in cash markets, and lack of					
Jeera	follow up demand in exports and futures market. Farmers are reluctant to sell below 5000-5200 per 20 kg. Ex					
	Saurashtra. Short term range for July Jeera is 26200-28400. Market may find some stability after Jun jeera					
	expiry. Spreads are still tight.					
	expiry. opicides are still tight.					

The information and analysis contained in this document come from sources believed to be reliable; however, no representation or warranty, express or implied, is made as to the fairness, accuracy, or correctness of this information and Paradigm Commodity Advisors Pvt Ltd accepts no liability whatsoever for any loss, howsoever arising, from any use of this document, its contents or otherwise arising in connection therewith. Any reproduction or retransmission of this report without the express written consent of Paradigm Commodity Advisors is strictly prohibited

		Guar	& Gum					
NCDEX Jul Guar	Guar market looks like a rangebound and circular market. Just like an intercity mkt. Broad range is 5200-5700 and 5700-6400. Market keep revisiting both pivots. Hedgers are in total control. As of now we suggest to buy @ 5320 -30 and 5220-5240 – two steps buy on dips. Profit book levels are 5370-5420. Sl 5144 on closing basis.							
NCDEX Jul gum	Guar gum market looks sideways and dull. Black sea freight rates seen sharply higher amid worsening Russia-Ukraine war. Short term range is 10180-10880. Market awaiting monsoon onset.							
		Oilsee	d complex					
Commodity	Strategy Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend		
NCDEX Jul castor	Castor market looks directionless, stuck in a 5500-6000 range since last 5-6 months. Long term bottom looks around 5300, intermediate tops seen around 6500-6700. Major resistance around 7400-7700. Life time high top area is 7800 which was seen during Aug 2022. Market is down almost 30% from the top. Castor oil exports are all time high. Crop is also seen decent around 20.50 lac ton. Some insiders feel that castor may see cyclical recovering during Aug-Oct due to seasonality effect. Buy Zone 5600-5650 with tight SL @ 5520. Tgt 5850-5930- Chancy trade.							
NCDEX Jun sun	Sun oil futures reacted lower amid profit taking. Market is awaiting to reduce heatwave and timely onset of							
oil	monsoon. China is close today hence cues from china veg oil market is not available.							

The information and analysis contained in this document come from sources believed to be reliable; however, no representation or warranty, express or implied, is made as to the fairness, accuracy, or correctness of this information and Paradigm Commodity Advisors Pvt Ltd accepts no liability whatsoever for any loss, howsoever arising, from any use of this document, its contents or otherwise arising in connection therewith. Any reproduction or retransmission of this report without the express written consent of Paradigm Commodity Advisors is strictly prohibited