

MARKET NEWS/UPDATES

- The water level across India's 150 primary reservoirs was 41.705 bcm as of today, down 23% from a year ago and 6% from the average of the past 10 years, said the Central Water Commission. The current water level is 23% of the total live storage capacity of these reservoirs. Of 150 reservoirs, water level in 130 reservoirs was 40% and below, while that in 10 reservoirs was in a range of 41-50%. The condition is seen worse in western and southern regions. In the western region, which includes Gujarat and Maharashtra, the water level as of today is 24% of the live storage capacity compared with 28% a year ago. Of 49 reservoirs in both states, 44 have recorded water levels of 40% or below. Similarly, in the southern region of the country, the water level is 14% of the live storage capacity, compared with 24% in the year ago period. The southern region consists of 42 reservoirs spread over five states. Of these, 38 have recorded water level at 40% or below as of today. Water level in the central region is 29.1% of the total storage capacity, compared to 37% a year ago. Of 26 reservoirs in the central region the water level in 23 reservoirs is 40% or below, in two 41-50%, while in one it is in a range of 51-60%, the report showed. Conditions in the northern region have worsened due to the ongoing heatwave. Of the 10 reservoirs in this region, nine saw water storage at 40% or below, while one has storage from 51-60%. Water level in this region is 30% of live storage capacity, against 38% a year ago. On Wednesday, Delhi's Mungeshpur locality touched 52.3 degrees Celsius. On Tuesday, Churu in Rajasthan recorded the highest maximum temperature of 50 degrees Celsius, the India Meteorological Department said. Heatwave conditions have been prevailing in Chandigarh, Delhi, and Rajasthan since May 17, it added. Further, the weather bureau said that heat wave to severe heat wave conditions are very likely in some parts of Punjab, Haryana, Delhi, and Rajasthan till Jun 1. The situation in the eastern region is comparatively better than the other regions, as it has one reservoir with 100% storage and four with water level raging from 71-99%. However, of 23 total reservoirs, water levels in 16 are seen 40% or below. The water level in the eastern parts of the country is 28% of the total live storage capacity against 25% in the corresponding period a year ago. Assam, Jharkhand, Uttarakhand, Bihar, Tripura, Nagaland, Gujarat, and Kerala have better storage in percentage terms compared with the same period last year. However, water storage has dropped on year in Himachal Pradesh, Punjab, West Bengal, Madhya Pradesh, Rajasthan, Maharashtra, Uttar Pradesh, Chhattisgarh, Telangana, Andhra Pradesh, Karnataka, and Tamil Nadu. Odisha has the same storage as last year.
- Conditions are becoming favourable for the onset of southwest monsoon over Kerala in the next 24 hours, the India Meteorological Department said on Wednesday. Conditions are also becoming favourable for the monsoon to advance into some more parts of northeastern states, Lakshadweep, the South Arabian Sea, southwest, central and northeast Bay of Bengal during the same period, it said. Due to a cyclonic circulation over northeast Assam and the neighbourhood, the weather bureau has forecast very heavy rainfall over Assam, Meghalaya, Arunachal Pradesh, sub-Himalayan West Bengal and Sikkim over the next five days, the weather bureau said. Heavy rainfall is very likely over Kerala and Mahe over the next five days, over Andaman and Nicobar Islands from Friday to Sunday and over Tamil Nadu and south interior Karnataka on Saturday and Sunday, due to the influence of strong westerly winds over the Kerala coast, the weather agency said. Due to the same weather pattern, very heavy rainfall is likely over Kerala, Mahe and Lakshadweep on Wednesday, the weather department said. In a relief, heatwave to severe heatwave conditions are likely to abate over northwest and central India from Thursday, the agency said. Severe heatwave conditions are very likely over many parts of Punjab, Haryana, Chandigarh, Delhi, Rajasthan, Uttar Pradesh and Madhya Pradesh today, it said. Similar conditions are very likely over a few pockets of Bihar, Jharkhand and Odisha till Thursday. Hot and humid weather is very likely to prevail over a few parts of Konkan and Goa on Thursday and Friday, the department said. Warm night conditions are very likely to prevail over a few parts of Uttar Pradesh, Bihar, Jharkhand, Odisha, Madhya Pradesh and Chhattisgarh till Thursday, it said. The highest maximum temperature of the season was recorded at Churu in West Rajasthan at 50.5 degrees Celsius on Tuesday. Extremely heavy rainfall was observed over a few parts of Meghalaya on Tuesday.
- The Securities and Exchange Board of India has eased the eligibility criteria for commodity derivatives exchanges to introduce options on futures contracts in agricultural and agri-processed commodities. In a circular on Monday, SEBI cut to 1 bln rupees from 2 bln rupees the minimum average daily turnover during the previous 12 months for futures contracts of the corresponding commodity, which is a pre-condition for an exchange to launch options contracts on commodities. The relaxation will apply to options on futures contracts, and not to options on goods contracts. Options on goods contracts on a commodity are benchmarked to the spot price of the underlying commodity, whereas options on futures contracts are linked to the futures prices of the commodity. The settlement is delivery-based for options on goods contracts, while options on futures contracts are cash-settled. There is no minimum futures turnover criteria for the launch of options on goods contracts except that it has the same quality specifications, delivery centres, final settlement price methodology, and other specifications, as the corresponding futures contracts. There will be no change in the criteria for launch of options on commodities that are not agricultural or agri-processed. For these commodities, which encompass energy, bullion, metal, and other commodities, the corresponding futures contracts need to have a minimum average turnover of 10 bln rupees during the previous 12 months. SEBI's circular will come into effect from Saturday. The relaxation is likely to help the National Commodity and Derivatives Exchange, which has been keen on launching options on futures in a few spices and other agricultural commodities. Till recently, NCDEX provided options trading in a few commodities but these options contracts were on underlying goods. At the end of January, NCDEX announced it was discontinuing options on goods contracts in guar seed, guar gum, maize, dhaniya (coriander), jeera, and turmeric. The exchange had said it would not introduce new expiries related to the options on goods contracts on the six agricultural commodities. These six options on goods contracts were illiquid. The commodities on which NCDEX is considering introducing options on futures contracts are among the six agricultural commodities in which the options on goods contracts were discontinued.

TECHNICAL LEVELS

Commodity	Exchange	Open*	High*	Low*	LTP*	S3	S2	S1	Pivot	R1	R2	R3
JEERAUNJHA JUN4	NCDEX	28770	28980	28380	28475	27643	28012	28243	28612	28843	29212	29443
TMCFGRNZM JUN4	NCDEX	18800	18848	17548	17872	16031	16789	17331	18089	18631	19389	19931
DHANIYA JUN4	NCDEX	7538	7578	7434	7456	7257	7345	7401	7489	7545	7633	7689
CASTORSEED JUN4	NCDEX	5745	5766	5701	5715	5624	5701	5689	5727	5754	5792	5819
GUARSEED10 JUN4	NCDEX	5509	5509	5468	5487	5426	5447	5467	5488	5508	5529	5549
GUARGUM5 JUN4	NCDEX	10748	10750	10650	10693	10545	10598	10645	10698	10745	10798	10845
MENTHAOIL JUN4	MCX	912.2	921.0	912.2	919.9	906	909	914	918	923	927	932
COCUDAKL JUN4	NCDEX	2756	2770	2745	2759	2721	2733	2746	2758	2771	2783	2796
KAPAS APR5	NCDEX	1608.0	1611.0	1607.0	1609.0	1603	1605	1607	1609	1611	1613	1615
COTTONCNDY JUL4	MCX	58340	58700	57700	57880	56487	57093	57487	58093	58487	59093	59487
SUNOIL JUN4	NCDEX	904	904	902	903	900	901	902	903	904	905	906

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

TRADING SIGNALS

Commodities	Exchange	Intraday	Medium term		RSI		Volatility	
		View	13 day EMA	22 day EMA	Condition	Trending	1 day	Annualised
JEERAUNJHA JUN4	NCDEX	NEGATIVE	NEGATIVE	POSITIVE	Overbought	Weak	2.74%	43.6%
TMCFGRNZM JUN4	NCDEX	NEGATIVE	NEGATIVE	NEGATIVE	Neutral	Strong	3.44%	54.5%
DHANIYA JUN4	NCDEX	NEGATIVE	NEGATIVE	POSITIVE	Neutral	Strong	1.44%	22.9%
GUARSEED10 JUN4	NCDEX	FLAT/CHOPPY	NEGATIVE	POSITIVE	Neutral	Strong	1.14%	18.1%
GUARGUM5 JUN4	NCDEX	NEGATIVE	NEGATIVE	NEGATIVE	Neutral	Strong	1.17%	18.6%
CASTORSEED JUN4	NCDEX	NEGATIVE	POSITIVE	POSITIVE	Neutral	Strong	0.68%	10.8%
KAPAS APR5	NCDEX	NEGATIVE	POSITIVE	POSITIVE	Overbought	Strong	0.57%	9.0%
COTTONCNDY MAY4	MCX	POSITIVE	POSITIVE	POSITIVE	Neutral	Strong	0.87%	13.7%
COCUDAKL JUN4	NCDEX	POSITIVE	POSITIVE	POSITIVE	Overbought	Strong	0.93%	14.7%
MENTHAOIL MAY4	MCX	NEGATIVE	NEGATIVE	NEGATIVE	Oversold	Strong	1.09%	17.3%
SUNOIL MAY4	MCX	POSITIVE	POSITIVE	POSITIVE	Overbought	Strong	0.52%	8.2%

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.

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

Source: Informist (Cogencis), Reuters, e-News , NCDEX, MCX, and other International exchanges.



Strong bias or bullish



Weak bias or bearish



Mild bullish bias



Mild bearish bias



Choppy or Sideways



Choppy with positive note



Choppy with negative note

GENERAL DISCLOSURES & DISCLAIMERS:

GENERAL DISCLOSURES & DISCLAIMERS:

CERTIFICATION

I, Anu V Pai, an employee of Geojit Financial Services Limited, a public listed Company with Corporate Identification Number (CIN) : L67120KL1994PLC008403 and SEBI Registration Number - Research Entity: INH200000345, having its registered office at 11th Floor, 34/659 - P, Civil Line Road, Padivattom, Kochi - 682024, Kerala, India (hereinafter referred to as “GFSL”) and author of this report, hereby certify that all the views expressed in this research report (report) reflect my personal views about any or all of the subject issuer or securities/ commodities.

DISCLAIMER

This report has been prepared by GFSL and the report & its contents are the exclusive property of GFSL and the recipient cannot tamper with the report or its contents in any manner and the said report, shall in no case, be further distributed to any third party for commercial use, with or without consideration.

GFSL has taken steps to ensure that facts in this report are based on reliable information but cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this report. It is hereby confirmed that wherever GFSL has employed a rating system in this report, the rating system has been clearly defined including the time horizon and benchmarks on which the rating is based.

Descriptions of any Commodity or Commodities mentioned herein are not intended to be complete and this report is not, and should not be construed as an offer or solicitation of an offer, to buy or sell any commodity or other financial instruments. GFSL has not taken any steps to ensure that the commodity/(ies) referred to in this report are suitable for any particular investor. This Report is not to be relied upon in substitution for the exercise of independent judgment. Opinions or estimates expressed are current opinions as of the original publication date appearing on this Report and the information, including the opinions and estimates contained herein, are subject to change without notice. GFSL is under no duty to update this report from time to time.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

RISK DISCLOSURE

Geojit Financial Services Limited and/or its Affiliates and its officers, directors and employees including the analyst/authors shall not be in any way be responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Investors may lose his/her entire investment under certain market conditions so before acting on any advice or recommendation in these material, investors should consider whether it is suitable for their particular circumstances and, if necessary, seek professional advice. This report does not take into account the specific investment objectives, financial situation/circumstances and the particular needs of any specific person who may receive this document. The user assumes the entire risk of any use made of this information. Each recipient of this report should make such investigation as it deems necessary to arrive at an independent evaluation of an investment in the Commodity/(ies) referred to in this report (including the merits and risks involved). The price, volume and income of the investments referred to in this report may fluctuate and investors may realize losses that may exceed their original capital.

The investments or services contained or referred to in this report may not be suitable for all equally and it is recommended that an independent investment advisor be consulted. In addition, nothing in this report constitutes investment, legal, accounting or tax advice or a representation that any investment or strategy is suitable or appropriate to individual circumstances or otherwise constitutes a personal recommendation of GFSL.



REGULATORY DISCLOSURES:

Geojit Financial Services Limited's Associates consists of companies such as Geojit Technologies Private Limited (GTPL - Software Solutions provider), Geojit Credits Private Limited (GCPL- NBFC Services provider). In the context of the SEBI Regulations on Research Analysts (2014), Geojit Financial Services Limited affirms that we are a SEBI registered Research Entity and we issue research reports /research analysis etc that are prepared by our Research Analysts. We also affirm and undertake that no disciplinary action has been taken against us or our Analysts in connection with our business activities.

In compliance with the above mentioned SEBI Regulations, the following additional disclosures are also provided which may be considered by the reader before making an investment decision:

1. Disclosures regarding Ownership:

GFSL confirms that:

It/its associates have no financial interest or any other material conflict in relation to the subject Commodity futures covered herein at the time of publication of this report.

Further, the Research Analyst confirms that:

He, his associates and his relatives have no financial interest in the subject Commodity futures covered herein, and they have no other material conflict in the subject Commodity at the time of publication of this report.

2. Disclosures regarding Compensation:

During the past 12 months, GFSL or its Associates have not received any compensation or other benefits from any entity/ third party in connection with the Commodity futures mentioned in this report.

3. Disclosure regarding the Research Analyst's connection with the Commodity futures:

It is affirmed that I, Anu V Pai, employed as Research Analyst by GFSL and engaged in the preparation of this report have no substantial ownership or financial interest over any Commodity futures mentioned in the report.

4. Disclosure regarding Market Making activity:

Neither GFSL nor its Research Analysts have engaged in market making activities for the subject Commodity futures. Copyright in this report vests exclusively with GFSL

In case you have any grievance, please contact the below mentioned:

Compliance Officer

Ms. Indu K.

Geojit Financial Services Limited,
34/659 P, Civil Lane Road, Padivattom, Kochi - 682024

Tele: 0484 -2901367

Email: compliance@geojit.com

Grievance Officer

Mr Nitin K

Geojit Financial Services Limited,34/659 P, Civil Lane Road, Padivattom, Kochi - 682024

Tele: 0484-2901363

Email : grievances@geojit.com

STANDARD WARNING

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

