

PULSES

05th OCTOBER, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Urad prices skyrocket on festival demand
- Tur market features easy trend

TECHNICAL ANALYSIS

Commodity: GRAM

Perspective: Short Term

NCDEX OCTOBER Contract

1. The MACD is in negative territory but moving upwards significantly. It is accelerating away from the signal line, suggesting that the medium term outlook is quite bullish.
2. Stochastic oscillator is in over-bought territory with slight signs of weakness but the weakness is not convincing.
3. The price line remains above both the 9-day and 18-day EMA. The 9-day EMA has made a bullish crossover over the 18-day EMA. Both will provide support on dips. Again medium term bullishness is likely.

After another strong increase in prices, weakness due to profit booking is possible. However the medium term trend is very bullish and going short intraday is not recommended. The long term resistance line is at 1942 levels indicating room to run up.

Market Advice: Buy on dips towards 1870 levels. Staying long over the medium term is preferable to going short relying on intraday corrections and profit-booking dips.



Expected Support and Resistance Levels

Contract	Supports	Resistances
October	1860	1910
	1829	1929

Gram Future Closing price

Contract	04.10.05	05.10.05	Change
October	1853	1891	+38
November	1855	1903	+48

Commodity: URAD

Perspective: Short Term

NCDEX OCTOBER Contract

1. The MACD is rocketing higher in positive territory and accelerating above its signal line. Medium term outlook is very bullish.
2. The Stochastics remains deep in the over-bought region, but despite signs of weakness shows no sign of returning to neutral territory.
3. The price line continues to soar above the 9-day and 18-day EMA. Both these EMAs will offer support on sharp dips.

Another very sharp upmove in prices, may bring about profit-booking related technical correction as observed on Tuesday. Similar technical correction is possible on Thursday. There is strong support at 1960 levels which used to be the long-term resistance line and now has become a support line.

Market Advice: With such a strong surge in prices during the last 15 days and the medium term outlook still bullish, it is never a good idea to go short intraday, hoping for technical corrections. Urad has become very volatile and hence risky. If the risk appetite is very high, buying on dips towards 2005-2010 is advisable with objective of booking profits in a few days. Keep tight stop-losses.



Expected Support and Resistance Levels

Contract	Supports	Resistances
October	1981	2073
	1921	2104

Urad Future Closing price

Contract	04.10.05	05.10.05	Change
October	1954	2042	+88
November	1963	2053	+90

Commodity: LEMON TUR

Perspective: Short Term

NCDEX OCTOBER Contract

1. The MACD remains bullish for the medium-term as it is climbing well above its signal line.

2. The Stochastics is moving into the neutral region from the over-bought region. Short term weakness is possible.

3. The price line is trapped in a narrow range between the The 9-day and 18-day exponential moving averages (EMA). (1600 to 1620). Trading may be squeezed in this band until one of the EMAs is breached.

Tur remains bullish medium-term but is not breaking out strongly like Urad and Chana. However, it has held above the long term downward sloping resistance line which it broke about a week ago. That resistance line will now act as good support at 1567 levels.

Market Advice: Lacklustre trading with no sharp moves either way may continue for a few days. Medium term bullish trading is preferable to intraday trading.



Expected Support and Resistance Levels

Contract	Supports	Resistances
October	1600	1616
	1591	1623

Lemon Tur Future Closing price

Contract	04.10.05	05.10.05	Change
October	1611	1609	-2
November	1643	1640	-3

MARKET HIGHLIGHTS & ANALYSIS

Urad Trade Analysis

Urad prices continued skyrocketing following subdued arrivals and good demand. According to sources, total arrivals in Maharashtra today aggregated at 24,000-25,000 bags. Latur alone received 6000 bags. Also, traders snub the rumors of big consignment due in near term from Myanmar. Trading in the physical markets, however, remained thin. As of now, people are buying for their

immediate requirements. Stockists might not be step in until considerable dips in its prices.

Urad Price Change In Delhi - Rs Per Quintal

QUALITY	04.10.05	05.10.05	Change
Burmese FAQ 2005	-	-	-
Burmese FAQ 2004	2150-2160	2200-2265	+15

Urad Price Changes in Mumbai

QUALITY	04.10.05	05.10.05	Change
Burmese FAQ 2005	2025-2030	2040	+10

Urad Price Change at Secondary Centers

QUALITY	04.10.05	05.10.05	Change
Vijaywada	2575	2600	+25
Gulbarga	Closed	1950	-
Latur	2100	2150	+50
Akola (Motor cut)	2050	2125	+75
Indore	Closed	2000	-

Tur Trade Analysis

Tur market was least aggressive at major commodity exchanges during the day. Easy trend in tur markets stands to the reason. Traders informed that there is good stock of tur. Also, there were reports that some cargos of tur is arriving in from the African countries. Further crop is in last stage of maturity. Weather is favourable for crop in major producing states like Maharashtra, Karnataka, Andhra Pradesh and Gujarat, which collectively accounts 75% of total kharif production of tur.

Tur Price Change in Mumbai

QUALITY	04.10.05	05.10.05	Change
Burmese Lemon- (August-Sept.)	-	-	-
Burmese Lemon Spot	1651	1651	-

Tur Price Change in Delhi

QUALITY	04.10.05	05.10.05	Change
Burmese Lemon	1800-1825	1820-1825	-
Maharashtra line Tur	2050	2000	-50
UP/ Haryana Tur	1825	1800	-25

Tur Prices at Other Important Centres

QUALITY	04.10.05	05.10.05	Change
Gulbarga - Red Tur	Closed	1950	-
Gulbarga- Fatka Dal	Closed	2900	-
Latur Red Tur (Mh Line)	2025	1950	-75
Latur White Tur (Mh Line)	2000	2000	-
Jalna Red	1750	1750	-
Jalna White	1775	1800	+25
Jalna BDM	1825	1850	+25
Akola Red Marathwada Line (motor cut)	1825	1815	-10
Akola Red Vidharbha Line (motor cut)	1850	1830-1835	-15

Vijaywada-Tur Local	1800	1800	-
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Mung Trade Analysis

Mung market continued to see uptrend owing to good festival demand. Mung is consumed largely during series of Hindu festivals (Diwali, Dusshera and Navratras) ahead. Stockists still seem reluctant to cover at current levels. Abrupt rise in prices of other pulses like urad and chana has started generating apprehensions among stockists. Crop this year is feared to have damaged due to parched condition in early stage of maturity. Furthermore, reserved selling of farmers has added bullish impact on its prices.

Mung Prices in Delhi Rs/Quintal

QUALITY	04.10.05	05.10.05	Change
Kekdi/Kishangarh	2125-2375	2125-2375	-
Shekhawati/ Medta	2150-2300	2150-2300	-
Bisao	2100-2275	2100-2275	-

New Mung Mandi Prices at Other Important Centres

QUALITY	04.10.05	05.10.05	Change
Indore	Closed	2200-2400	-
Latur	2125	2150	25
Vijaywada	2050	2050-2200	-
Jalna	2250	2250-2300	+50
Akola	2200	2250-2300	+50

Gram Trade Analysis

Chana prices moved up after retreat yesterday. There were unconfirmed reports of cargos from Tanzania. CNF prices for the same were quoted at \$360-370 per ton. Traders informed that few deals have also been made for November-December shipments from Australia. Traders feel that these imported cargos will be absorbed comfortably with out having much strain on prices. There is acute shortage of gram stocks in Southern markets. Also, Australia is to harvest less than one lakh ton of chickpea, less than its normal harvest of 1.25-1.30 lakh ton.

Arrivals of chana in Delhi were reported at 20-25 motors. Prices of Rajasthan origin chana in Delhi were quoted at Rs 1875, while MP origin Chana changed hands at Rs 1865 per qtl.

Desi Chana Price Change in Delhi And Indore

QUALITY	04.10.05	05.10.05	Change
Rajasthan	1875	1875	-
M.P.	1865	1865	-
Indore New	Closed	1840	-

Gram Prices at Secondary Centres

QUALITY	04.10.05	05.10.05	Change
Gulbarga New	Closed	1950	-
Latur (Gauran)	1800	1850	+50
Latur (Annagiri)	1950	1950	-

Latur Vijay	1900	1900	-
Jalna (Gauran)	1800	1850	+50
Jalna (Pila)	1850	1900	+50
Akola (Mixed) motor cut	1850	1865-1870	+20
Akola new (Chapa) motor cut	1900	1900	-
Kanpur	1940	1935-1940	-

Lentil Trade Analysis

Lentil market stayed away from the bullish run noticeable in other pulses. Prices of the lentil appreciated marginally in Kanpur markets on local demand. Stock of lentil is comfortably good. Traders rule out possibility of big movement in its prices. Masoor accounts 9% of total production. Out of total production of Masoor, 80% is consumed locally, while 16-17% is exported. Demand for the same as of now is low both in domestic market as well on domestic front.

Lentil Price Movement in Delhi/Indore/ Up

QUALITY	04.10.05	05.10.05	Change
Delhi- MP/Kota Line	1800-1830	1825	-5
Delhi- UP/Sikari	2065-2070	2075-2080	+10
Kanpur new local mill delivery	1870	1875	+5
Kanpur new - Bareilly delivery	1900	1910	+10
Kanpur- new Malka Dal	2150	2150	-
Indore - Masra	Closed	1940	-
Indore - Masoor New	Closed	1930	-
Indore Medium new	Closed	1825	-
Bahraich - Export Chanti	2471	2500	+25
Bahraich - Kolkata truck delivery	2691	2650-2675	-15
Bahraich - Masur Dal new	2151-2325	2325	-
Bahraich - local conditioned	2475	2475	-
Bahraich - Bareilly delivery	1951-2000	2015-2020	+20

Field Pea Trade Analysis

Field Pea prices improved partially in Mumbai. Though Pea is rabi crop in India, its supply at present is not concerning. Lot of consignments are reaching at Indian ports . CNF prices for imported green peas at Mumbai were quoted at \$265 per ton. Lot more consignments are due in coming weeks.

Peas Price Movement (Rs/qt)

QUALITY	04.10.05	05.10.05	Change
Kanpur New	1160	1160	-
Mumbai	1025	1040	+15

LATEST WEATHER WATCH

Weather Forecast

Southwest monsoon has further withdrawn from remaining parts of East Uttar Pradesh, Some parts of Bihar, Jharkhand and Chhattisgarh and some parts of East Madhya Pradesh. The withdrawal line passes through Raxaul, Motihari, Patna, Daltonganj, Pendra, Seoni, Khandwa, Surat 20(N/69(E and 20(N/60(E.

During past 24 hours heavy to very heavy rainfall has occurred at a few places over Sub-Himalayan West Bengal & Sikkim and West Assam. Scattered rainfall also occurred over Kerala, Tamil Nadu and South Interior Karnataka. Chief amounts of rainfall (cms.) are : Dhubri & Cooch Behar-17 each, Jalpaiguri-12, Coimbatore-7, Chitradurga & Allapuzha-5 each.

Yesterday's low pressure area over Gangetic West Bengal has become less marked. However, the associated upper air cyclonic circulation extends upto 2.1 km a.s.l. Under its influence fairly widespread rainfall with heavy falls is likely over Sub-Himalayan West Bengal & Sikkim and Assam during next 1-2 days.

The upper air cyclonic circulation extending in the middle tropospheric levels over southeast Bay of Bengal now lies over southwest Bay of Bengal.

The other upper air cyclonic circulation over southeast Arabian Sea and neighbourhood persists and now extends between 1.5 and 4.5 km a.s.l.

The western disturbance as an upper air system over Jammu & Kashmir and neighbourhood has moved away eastwards.

Source: GOI (IMD)

PORT-WATCH (Latest)

Mumbai Port is receiving 30,600 MT of pulses from the vessel 'Kang Fu'. Sahi Oretrans agents is handling the vessel.

Kolkata Port is expecting 'Asha Manan' to deliver 9.950 MT of pulses. PBSA agents will be handling the vessel.

Current Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.310
European Union	Euro	52.920
United Kingdom	GBP	78.070

International Prices as on 01.10.05: Us\$/Mt CNF 90 Days

Quality	Prices
Burmese new Lemon Tur Mumbai/ Chennai	325
Burmese FAQ new Tur Mumbai/ Chennai	315
Burmese Shwebo Tur Mumbai/ Chennai	300
Burmese FAQ Urad Mumbai/ Chennai	390-395
Burmese SQ Urad Mumbai/ Chennai	435
Burmese Pedishewa Mung Chennai / Mumbai	375
Burmese Pokako Mung Chennai / Mumbai	375

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