

PULSES

08th OCTOBER, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Urad prices likely to ease
- Tur markets continue to see downtrend

TECHNICAL ANALYSIS

(Perspective: Short Term)

Commodity: GRAM

Indicators-

1. MACD is showing signs of slowing down but its medium term pattern is bullish.
2. Stochastics are now clearly showing short-term weakness with the %K line sinking fast below the %D line and heading further down in neutral territory.
3. Prices closed above both the 9-day and 18-day EMA. Intraday, the prices breached the 9-day EMA support and reached the 18-day EMA support from where it bounced up and closed above the day's lows.

Though the medium term trend is bullish, Chana continues to see technical correction which may continue for another day. The support trend line at 1840 levels may offer support and a bounce from this trendline will indicate that the current upward trend is intact.

Market Advice: If you want to go long, wait for prices to dip towards the support at 1848. Another entry point for long traders would be at 1840, which is the support trend line. For short traders, the risk is higher as the market has already corrected for 2 days and is likely to resume its upward trend. Short traders can exit at around 1850 levels

NCDEX OCTOBER Contract



Gram Future Closing price

Contract	07.10.05	08.10.05	Change	%Change
October	1878	1865	13	0.69
November	1885	1872	13	0.69

Expected Support and Resistance Levels

Contract	Supports	Resistances
October	1848	1881
	1831	1897
November	1853	1888
	1834	1904

Commodity: URAD

Indicators-

1. The MACD is extremely bullish and at lifetime highs. (As mentioned yesterday, please be careful because the MACD will be the last indicator to suggest weakness).

2. The stochastic oscillator remains in overbought territory and shows no weakness. Keep an eye on small negative divergence in the stochastics for signs of reversal.

3. The EMAs and the price line continues to show strong bullishness.

The current rally has been extremely sharp and there is no indication how much higher it can go. Please check with fundamentals and spot market prices for direction. However since the November contract is at a discount to the October contract, the chances of price fall are higher.

Market Advice: Stay away - the market is too hot and in unknown territory. A technical correction can occur any time. However, right now the bulls are in firm control. For those with high risk-taking ability, going short on strong rallies (2285-2290) has better chances of short term success.

NCDEX OCTOBER Contract



Urad Future Closing price

Contract	07.10.05	08.10.05	Change	%Change
October	2189	2260	+71	3.24
November	2199	2257	+58	2.64

Expected Support and Resistance Levels

Contract	Supports	Resistances
October	2217	2286
	2174	2312
November	2222	2282

Commodity: URAD

Indicators-

1. The MACD is now dipping in negative territory and is indicating weakness in prices.

2. Stochastic oscillator has sharply fallen and is nearing oversold territory indicating clear bearishness.

3. The 9-day EMA is falling further below the 18-day EMA and the price line is falling even lower. This also indicates weakness.

Further decline in prices is expected.

Market Advice: It is best to be short over the near term by selling into intraday rallies.

NCDEX OCTOBER Contract



Lemon Tur Future Closing price

Contract	07.10.05	08.10.05	Change	%Change
October	1545	1534	-11	0.72
November	1579	1566	-13	0.82

Expected Support and Resistance Levels

Contract	Supports	Resistances
October	1518	1548
	1500	1562
November	1552	1581
	1538	1598

MARKET HIGHLIGHTS & ANALYSIS

Urad Trade Analysis

There was high scale trepidation in urad markets for expected corrections in its prices after recent gains. Good festival demand coupled with delayed harvest has been blamed for current bullish trend in urad. Weather has been dry since September 15 in most of the major urad producing states like Maharashtra, MP, Gujarat and Rajasthan. These four states account 60% of total production in kharif season. So, harvest is expected to pick up due to favorable weather situation in these states.

Arrivals of urad in Gulbarga were reported at 3000 bags and in Latur at 5500-6000 bags.

Urad Price Change In Delhi - Rs Per Quintal

QUALITY	07.10.05	08.10.05	Change
Burmese FAQ 2005	-	-	-
Burmese FAQ 2004	2350-2375	2300-2500	+125

Urad Price Changes in Mumbai

QUALITY	07.10.05	08.10.05	Change
Burmese FAQ 2005	2175-2200	2300	+100

Urad Price Change at Secondary Centers

QUALITY	07.10.05	08.10.05	Change
Vijaywada	2570-2750	2600	-
Gulbarga	2025	2000	-25
Latur	2370	2370	-
Akola (Motor cut)	2300	2350-2375	+75
Indore	2100-2350	2350	-

Tur Trade Analysis

Tur markets continued to see the easy trend. According to traders, there is good stock of tur. Again, mismatch between international offerings and domestic prices is rising, which will eventually discourage its import. Further, no importer would be interested in tur ahead of good crop harvest due in November. Harvest of tur this season in the country is likely to exceed 22 lakh ton. Crop is in its last stage of maturity. Since the stock is already good, nobody is keen to cover more than his immediate requirement.

Tur Price Change in Mumbai

QUALITY	07.10.05	08.10.05	Change
Burmese Lemon Spot	1611-1621	1580-1601	-10

Tur Price Change in Delhi

QUALITY	07.10.05	08.10.05	Change
Burmese Lemon	1810	1775	-35
Maharashtra line Tur	1915	1925	+10
UP/ Haryana Tur	1825	1800	-25

Tur Prices at Other Important Centres

QUALITY	07.10.05	08.10.05	Change
Gulbarga - Red Tur	1950	1975	+25
Gulbarga- Fatka Dal	2900	2925	+25
Latur Red Tur (Mh Line)	1940	1850	-90
Latur White Tur (Mh Line)	2040	2000	-40
Jalna Red	1800-1825	1750-1775	-25
Jalna White	1825	1775	-50
Jalna BDM	1850-1900	1800-1850	-
Akola Red Marathwada Line (motor cut)	1820-1825	1740-1750	-70
Akola Red Vidharbha Line (motor cut)	1835-1840	1770-1775	-60
Vijaywada-Tur Local	1700	1610	-90

Mung Trade Analysis

Mung markets featured steady trend. Stockists have opted to step back ahead of onset of harvest in some major producing areas of Rajasthan like Ratangarh and Churu. Traders are expecting harvest to start in these areas latest by next week. Stockists are expecting slight ease in prices with the onset of fresh harvest. Demand for mung remained low from the retail end. Buyers seem to have covered for their festival demand.

Mung Prices in Delhi Rs/Quintal

QUALITY	07.10.05	08.10.05	Change
Kekdi/Kishangarh	2350-2450	2500	+50
Shekhawati/ Medta	2450-2500	-	-
Bisao	2100-2275	-	-

New Mung Mandi Prices at Other Important Centres

QUALITY	07.10.05	08.10.05	Change
Indore	2300-2500	2300-2500	-
Latur	2351-2355	2350	-
Vijaywada	2350	2325	-25
Jalna	2250-2375	2200-2400	+25
Akola	2450-2475	2450-2460	-

Gram Trade Analysis

Chickpea prices continued downward on increased realization of the fact that market was overdone early this week. Majority traders still feel that ease in market is mere correction. Traders are expecting emergence of fresh demand for the chana from the Southern States. Stock of chana is low. Being a rabi crop, fresh domestic harvest will not be available before January, 2006. Few cargos of chickpea, however, have come from Tanzania, but these cargos are unlikely to have any impact on prices. Quotes for Tanzanian Chana were quoted at \$431 per ton. Any shipment from Australia and Canada is unlikely to reach before end of November.

Arrivals of chana in Delhi were reported at 20-25 motors. Quality of MP chana was slightly good. Prices of MP origin

chana in Delhi were quoted at Rs 1890, while Rajasthan chana in Delhi was offered at Rs 1880 per qtl.

Desi Chana Price Change in Delhi And Indore

QUALITY	07.10.05	08.10.05	Change
Rajasthan	1910	1880	-30
M.P.	1920	1890	-30
Indore New	1850	1830-1835	-15

Gram Prices at Secondary Centres

QUALITY	07.10.05	08.10.05	Change
Gulbarga New	2000	1975-2000	-
Latur (Gauran)	1900-1950	1950	-
Latur (Annagiri)	1950	1950	-
Latur Vijay	1800-1850	1850-1900	+50
Jalna (Gauran)	1840-1850	1850	-
Jalna (Pila)	1875-1900	1900	-
Akola (Mixed) motor cut	1920-1925	1875	-45
Akola new (Chapa) motor cut	1940-1950	1912-1915	-25
Kanpur	1950-1960	1950-1970	-

Lentil Trade Analysis

Lentil market featured lackluster trade. However, prices some grades were quoted higher on fresh inquiries. Buying although is not very aggressive, but talks of low stock helped underpinning the values. Lentil is grown in winter season. Most of our requirement is met by domestic produce. We import hardly 5% of its domestic requirement.

Lentil Price Movement in Delhi/Indore/ Up

QUALITY	07.10.05	08.10.05	Change
Delhi- MP/Kota Line	1900	1900-1925	+25
Delhi- UP/Sikari	2130-2140	2130	-10
Kanpur new local mill delivery	1870-1880	1870-1875	-
Kanpur new - Bareilly delivery	1915	1920	+5
Kanpur- new Malka Dal	2160	2150-2155	-
Indore - Masra	1940	1940	-
Indore - Masoor New	1930	1930	-
Indore Medium new	1800	1825	+25
Bahraich - Export Chanti	2500	2500	-
Bahraich - Kolkata truck delivery	2700	2675-2700	-
Bahraich - Masur Dal new	2450	2400-2425	-25
Bahraich - local conditioned	-	-	-
Bahraich - Bareilly delivery	2030-2040	2025	-5

Field Pea Trade Analysis

Prices of field pea continued to hold steady levels. Good festival demand has helped checking decline in its prices. Supply is not the concerning at least for Field Pea as lot of consignments is coming in from the West. CNF prices for Field Pea were quoted at \$265 per ton.

Peas Price Movement (Rs/qt)

QUALITY	07.10.05	08.10.05	Change
Kanpur New	1160	1160	-
Mumbai	1025-1030	1030	-

LATEST WEATHER WATCH

Zone-wise Weather Forecast:

NORTH: Mainly dry weather likely in the region.

EAST: Isolated rain/thundershowers likely over northeastern States, West Bengal & Sikkim and Orissa. Mainly dry weather in the rest region.

SOUTH: Rain/thundershowers likely at a few places over Andaman & Nicobar Islands, Tamil Nadu & Pondicherry, Kerala and Lakshadweep and isolated in the rest region outside Telangana and north Interior Karnataka where weather may be mainly dry.

WEST: Isolated rain/thundershowers likely over south Konkan & Goa and south Madhya Maharashtra. Mainly dry weather is likely in the rest region.

Source: GOI (IMD)

PORT-WATCH (Latest)

Tuticorin Port is expecting 'Thomas C' to deliver 15,236 MT of yellow peas. Vibhuti Shipping agents will be 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	44.260
European Union	Euro	53.410
United Kingdom	GBP	78.490

International Prices as on 08.10.05: 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	300-305
Burmese FAQ Urad Mumbai/ Chennai	470
Burmese SQ Urad Mumbai/ Chennai	535
Burmese Pedishewa Mung Chennai / Mumbai	475
Burmese Pokako Mung Chennai / Mumbai	475

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