

## PULSES

20<sup>th</sup> January, 2006

### HIGHLIGHTS

- Urad Market Back Afoot on Real Fundamentals
- Tur Markets Feature Steady Trend

### TECHNICAL ANALYSIS

(Perspective- Short Term)

#### Commodity: URAD

#### Market-Commentary

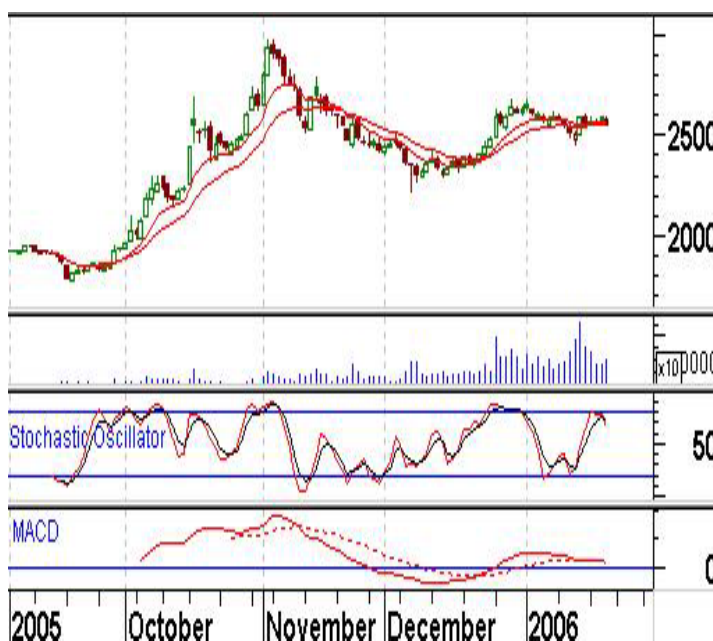
Start of February urad future was quite weak. Early bullish attempt took future to the high of 2589, which is followed by heavy liquidation. Bullish attempts thereafter could not take future to earlier set highs all through the remaining session. Heavy selling in the last hour pulled future down to its bottom today at 2539. However, it managed to recoup losses partially by end of the session to finally close at 2548.

#### Indicators-

Prices closed below 9-days EMA and 18-Days EMA, which are hinting at bearish trend. Candlestick pattern shows bearish market sentiments. %k line has just turned downward and crossed %d line from up and is in neutral territory. MACD is moving just below its signal line.

**Market Advice:** Very risky, risk bearer could long Feb at 2550 with target towards 2575, put stop loss at 2535

#### NCDEX FEBRUARY CONTRACT



#### Urad Future Closing price

Contract	18.01.06	19.01.06	Chg	Daily Spread (%)
January	2940	2892	-48	1.63
February	2580	2548	-32	1.24

#### Expected Support and Resistance Levels

Contract	Supports	Resistances
February	2528	2578
	2509	2609

## Commodity: CHANA

### Market Commentary

February future of chana opened firm and continued its journey northward in the first hour touching the day's high at 1821. But it could not hold higher level for long. February future shed more than what it gained in early hours till 11.15 am dipping to 1804. Further future strolled in irregular fashion till last hour, whereby panic selling pulled February to close in negative territory after touching its bottom at 1788 level.

### Indicators-

Small lower shadow of dark candlestick body shows the slightly bearish market sentiments. However, prices closed above 9-days and 18-days EMA. %k line is moving upwards after crossing %d line in neutral territory. MACD is moving slightly northwards along with its signal line.

**Market Advice:** Very risky, Still could long Feb at 1795 with target towards 1810. Put stop loss at 1780

### Chana Future Closing price

Contract	18.01.06	19.01.06	Chg	Daily Spread (%)
January	2063	2029	-34	1.65
February	1807	1794	-13	0.72

### NCDEX FEBRUARY CONTRACT



### Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1781	1814
	1768	1834

## Commodity: LEMON TUR

### Market Commentary

Tur future experienced roller-coaster trend through the day. After weak opening, February future kept holding its level in positive territory till last hour, where it collapsed on heavy liquidation dipping to the its low at 1555. After then on, movements were almost stalled before closing at 1559.

### Indicators-

Candlestick pattern shows slightly bearish trend. However, prices closed above both the 9-days (1556.80) and 18-days (1554.00) EMA. %k line is moving in upper direction after crossing %d line in neutral territory. MACD is moving slightly upwards after crossing its signal line.

**Market Advice:** Go long near 1565 with target towards 1575, put stop loss at 1558.

### Lemon Tur Future Closing price

Contract	18.01.06	19.01.06	Chg	Daily Spread (%)
January	1564	1559	-5	0.32
February	1573	1567	-6	0.39

### NCDEX FEBRUARY CONTRACT



### Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1551	1570
	1544	1582

## MARKET HIGHLIGHTS & ANALYSIS

### Urad Trade Analysis

In a notification in the evening today, National Commodity Derivatives Exchange (NCDEX) stated that the settlement prices of chana and urad for January contract would be determined on the basis of average of polled prices of last five days including expiry date. Reports triggered panic selling at the exchange. Fundamentals already are not very pushy for the urad. There have been reports of harvest outset in eastern states. Rabi urad is grown in AP, Orissa, and Bihar and in some areas of Assam and West Bengal. AP usually harvests urad in February. Also, there were reports of 100 bags of fresh urad arriving in Warangal (Andhra Pradesh), which is little early than its normal schedule. However, aforesaid statement was withdrawn by NCDEX late night pursuant to direction of FMC.

#### Urad Price Change in Delhi - Rs Per Quintal

QUALITY	18.01.06	19.01.06	Change
Burmese FAQ 2005	2900	2900	-
Local grade -Bihar	2325	2325	-

#### Urad Price Changes in Mumbai

QUALITY	18.01.06	19.01.06	Change
Burmese FAQ 2005	2950	3031	+80

#### Urad Price Change at Secondary Centers

CENTERS	18.01.06	19.01.06	Change
Vijaywada	3175	3175	-
Gulbarga	NA	NA	-
Latur	2500-2700	2700	-
Akola (Motor cut)	3050	NA	-
Indore	2850	2800	-50

### Tur Trade Analysis

Arrivals in tur markets remained short in Maharashtra. According to traders, harvest in Maharashtra has got little delayed, while arrivals are peaking in Karnataka. Prices in Karnataka have stopped falling on reports of likely intervention by the government in the state. According to traders, Tur Board is intended to buy tur directly from the farmers at Rs 1700-1750 per qtl. According to Millers, there is lot of paperwork and other complexities in selling the same to government body. Farmers will prefer to sell even at some lower prices to the millers.

#### Tur Price Change in Mumbai

QUALITY	18.01.06	19.01.06	Change
Burmese Lemon Spot	1561	1571	+10

### Tur Price Change in Delhi

QUALITY	18.01.06	19.01.06	Change
Burmese Lemon	1750	1740	-10
Maharashtra line Tur	-	-	-
-UP/ Haryana Tur	-	-	-

#### Tur Prices at Other Important Centres

CENTERS	18.01.06	19.01.06	Change
Gulbarga - Red Tur	1650-1700	1675	-
Gulbarga- Fatka Dal	2450	2400	-50
Latur Red Tur (Mh Line)	1800	1850	+50
Latur White Tur (Mh Line)	1700	1800	+100
Jalna Red	1650-1700	NA	-
Jalna White	1800-1825	1801	-
Jalna BDM	1850	1831	-20
Akola Red Marathwada Line (motor cut)	1735-1740	1700	-35
Akola Red Vidharbha Line (motor cut)	1760-1765	1740	-20
Vijaywada-Tur Local	1600	1625	+25

### Moong Trade Analysis

Moong markets featured lackluster trading. There have been reports of few cargos coming in from the Burma in southern states. Stock although is short in consuming markets in northern and western India, but demand for the same has also not been very good therein. Harvest of Anneswar moong has started in Burma, quotes for which are well in parity.

#### Moong Prices in Delhi Rs/Quintal

QUALITY	18.01.06	19.01.06	Change
Kekdi/Kishangarh	3200	3200	-
Shekhawati/ Medta	-	-	-
Bisao	-	-	-

#### New Mung Mandi Prices at Other Important Centres

CENTERS	18.01.06	19.01.06	Change
Indore	2900	2900	-
Latur	2700	2700	-
Vijaywada	2700	2700	-
Jalna	2700-2750	2700	-
Akola	2900	2825	-75

### Gram Trade Analysis

Chana markets lost its footing on similar reason as was of urad. There has been suspicion on actual stock situation of chana. Not majority of participants at exchange would be keen in taking deliveries. People rather have been in mood to make profits out of increased probabilities of defaults by seller in case if outstanding remains large till expiry of

month. First notification mentioning change in mode of determining settlement prices of January future of chana and urad came out of the blue for participants. As per its regular method, which was resumed later by NCDEX, buyer is supposed to get difference between its buying prices and final settlement price (in case of default by seller), which could be very attractive in current scenario if settlement prices are determined on bases of final day price polling

#### Desi Chana Price Change in Delhi And Indore

QUALITY	18.01.06	19.01.06	Change
Rajasthan	2060	2000	-60
M.P.	2045	1995	-50
Indore New	1900	1890	-10

#### Gram Prices at Secondary Centers

CENTERS	18.01.06	19.01.06	Change
Gulbarga New	1675-1700	1700	-
Latur (Gauran)	NA	NA	-
Latur(Annagiri)New crop	1800-1925	1875-1900	-
Latur Vijay	1750-1850	1825	-
Jalna (Gauran)	NA	NA	-
Jalna (Pila)	NA	NA	-
Akola (Mixed) motor cut	1850	1875	+25
Akola new (Chapa) motor cut	1900	1900	-
Kanpur	2070	2075	+5

#### Lentil Trade Analysis

Lentil markets continued to see weak trend. According to traders, stock of lentil is good in major markets of Uttar Pradesh. Since, this is an off-season for us, prices of our produce are not competitive in international markets. Stock of the grade, which we export, is short. Situation of coming crop is good. Production of lentil is expected to reach 11 lakh ton this year.

#### Lentil Price Movement in Delhi/Indore/ UP

CENTERS	18.01.06	19.01.06	Change
Delhi- MP/Kota Line	1650	1650	-
Delhi- UP/Sikari	2150	2100	-50
Kanpur local mill delivery	1690	1680-1690	-
Kanpur new - Bareilly delivery	1740	1730-1740	-
Kanpur- new Malka Dal	1940	1925	-15
Indore - Masra	1640	1640	-
Indore - Masoor New	1630	1630	-
Indore Medium new	1525	1525	-
Bahraich-Masoor	2200	2200	-
Bahraich - Export Chanti	2600	2600	-
Kolkata (truck delivery)	2950	2925	-25
Masur Dal	2400	2400	-

local conditioned	-	-	-
Bareilly delivery	-	-	-

#### Field Pea Trade Analysis

Field pea markets also observed steady trend. Ease in chana prices had mildly bearish impact on its prices. Demand for the same remained good in domestic markets. Still there is time before its harvest to start, where it's mainly grown (UP and MP) for purpose of dall making.

#### Peas Price Movement (Rs/qt)

CENTERS	18.01.06	19.01.06	Change
Kanpur New	1120	1120	-
Mumbai	1041	1031	-10

#### PORT-WATCH (Latest)

'Mega Alexandros' has berthed at Kolkatta Port and continues to deliver 37,395 MT of peas. Multimode agents is handling the vessel. Delivery of 24,313 MT of peas is continuing at Kolkatta Port from the vessel 'Progress'. B Ghose agents is handling the vessel.

Mumbai Port is receiving 13,143 MT of chick peas from the vessel 'Alkeviades'. Sahi Oretrans agents is handling the vessel.

#### Current Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.360
European Union	Euro	53.700
United Kingdom	GBP	78.170

#### International Prices as on 19.01.06: CNF 90 Days

Quality	Prices Us\$/Mt	Landed Cost in INR/MT
Burmese new Lemon Tur Mumbai/ Chennai	300	1520
Burmese FAQ new Tur Mumbai/ Chennai	280	1415
Burmese Shwebo Tur Mumbai/ Chennai	260	1315
Burmese FAQ Urad Mumbai/ Chennai	500	2530
Burmese SQ Urad Mumbai/ Chennai	550	2780
Burmese Pedishewa Mung Chennai /Mumbai	585	2960
Burmese Pokako Mung Chennai / Mumbai	560	2830
Burmese Anneshwar Mung	535	2705

Mumbai		
Australian Chickpea Chennai/Mumbai	375	1895

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