

## PULSES

February 08, 2006

### HIGHLIGHTS

- Chana Markets to Ease Ahead
- Down Trend in Urad Markets Unlikely to Persist

### TECHNICAL ANALYSIS

(Perspective- Short Term)

#### Commodity: URAD

##### Market-Commentary

Starting was not good for bulls in urad markets today. February future opened red and got stuck in negative territory nearly all through the day. Future fell by nearly 0.80% within first 10 minutes after opening of the session. This downfall movement persisted in the first half. Future started picking up though shyly in the second half till 16.45 PM. A sharp jump was seen near 16.45 pm, which took future into positive zone for a while. Soon after, future retreated to see final closing in the negative zone.

##### Indicators-

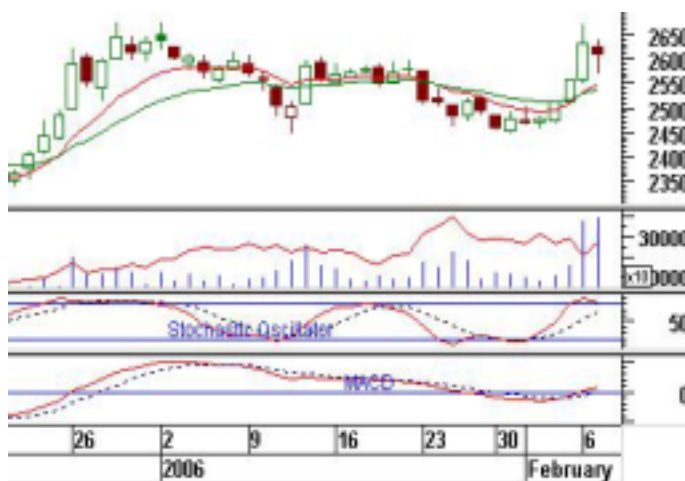
Black candlestick body has formed short day pattern. Large lower shadow indicated the weakness in existing downtrend. Price, however, closed above 9-days and 18-days EMA. %k line is facing downward and still is in overbought zone. MACD is giving bullish signal, as is trading above its signal line.

**Market Advice:** Long near 2605 with target towards 2630, put stop loss at 2595.

##### Urad Future Closing price

| Contract | 06.02.06 | 07.02.06 | Chg | Daily Spread (%) |
|----------|----------|----------|-----|------------------|
| February | 2632     | 2608     | -24 | 0.91             |
| March    | 2516     | 2508     | -8  | 0.32             |

##### NCDEX FEBRUARY CONTRACT



##### Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|----------|----------|-------------|
| February | 2570     | 2643        |
|          | 2532     | 2678        |

## Commodity: CHANA

### Market Commentary

Chana February future started the day in a bullish fashion accruing more than 1% gains within 5 minutes after its opening. However, momentum slowed in the second hour and future slithered in tight range till 15.50 pm, after which it saw bulls regaining form. Future saw its peak at 1884 before concluding the day at 1878. Spread between February and March month has increased to 201, which again seems little hard to digest.

### Indicators-

Long white candlestick body with opening Marubazu validates the strength in existing bullish pattern. Prices closed above 9-days and 18-days EMA. MACD is moving further higher in positive territory. %k line is in overbought zone without any signal of reversal in trend.

**Market Advice:** Go short near 1880 with target towards 1860. Put Stop Loss at 1890.

### Chana Future Closing price

| Contract | 04.02.06 | 06.02.06 | Chg | Daily Spread (%) |
|----------|----------|----------|-----|------------------|
| February | 1798     | 1878     | +80 | 4.45             |
| March    | 1651     | 1677     | +26 | 1.57             |

### NCDEX FEBRUARY CONTRACT



### Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|----------|----------|-------------|
| February | 1824     | 1908        |
| February | 1770     | 1938        |

## Commodity: LEMON TUR

### Market Commentary

After a brief dip in the opening, February tur future set off rolling higher and stayed in the positive territory all through the session. Future saw roller-coaster trend by 12 noon and then got stuck in tight range till late in the session. It spiraled peaking to 1607 in last minute and closed off just 2 points from its top.

### Indicators-

White candlestick body has formed the long day pattern with smaller shadows on either side. Prices closed above 9-days and 18-days EMA. MACD is giving bullish signal. Stochastic oscillator is in overbought zone with out any clear signal of reversal in trend.

**Market Advice:** Risk bearer could long near 1600 with target towards 1615, put stop loss at 1590.

### Lemon Tur Future Closing price

| Contract | 04.02.06 | 06.02.06 | Chg | Daily Spread (%) |
|----------|----------|----------|-----|------------------|
| February | 1570     | 1605     | +35 | 2.23             |
| March    | 1592     | 1651     | +59 | 3.71             |

### NCDEX FEBRUARY CONTRACT



### Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|----------|----------|-------------|
| February | 1580     | 1619        |
| February | 1554     | 1632        |

## MARKET HIGHLIGHTS & ANALYSIS

### Urad Trade Analysis

Only price-deriving factor in urad today was reports of vessel reaching at Mumbai port. Reaction to the report was phenomenal. This probably was the only opportunity for the exporters notching good deal for their leftover last year crop stock before commencement of rabi harvest in India. According to traders, situation of rabi crop is good, but unlikely to have any kind pressure before March. Farmers obviously will have higher inclination towards this crop in the coming year. People having whatever stock in hand however appeared confident with its promising perspective for the current financial year.

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

| QUALITY                | 06.02.06  | 07.02.06 | Change |
|------------------------|-----------|----------|--------|
| Burmese FAQ 2005       | 2825-2830 | 2825     | -      |
| Local grade - Bihar/UP | 2325      | 2300     | -25    |

#### Urad Price Changes in Mumbai

| QUALITY          | 06.02.06 | 07.02.06 | Change |
|------------------|----------|----------|--------|
| Burmese FAQ 2005 | 2651     | 2591     | -60    |

#### Urad Price Change at Secondary Centers

| CENTERS           | 06.02.06  | 07.02.06 | Change |
|-------------------|-----------|----------|--------|
| Vijaywada         | 2900      | 2900     | -      |
| Gulbarga          | NA        | NA       | -      |
| Latur             | 2700-2750 | 2750     | -      |
| Akola (Motor cut) | 2800      | 2800     | -      |
| Indore            | 2750      | 2750     | -      |

### Tur Trade Analysis

People are confused about the lacking momentum of tur harvest in Maharashtra. Arrivals so far has just picked up in Latur region only. Harvest this year seems to have got delayed. Conciliatory factor is intermittently arriving imported consignments of tur. According to trade sources, two vessels arriving at Mumbai port contains 4,456 ton of Burmese tur

#### Tur Price Change in Mumbai

| QUALITY            | 06.02.06 | 07.02.06 | Change |
|--------------------|----------|----------|--------|
| Burmese Lemon Spot | 1575     | 1541     | -35    |

#### Tur Price Change in Delhi

| QUALITY | 06.02.06 | 07.02.06 | Change |
|---------|----------|----------|--------|
|---------|----------|----------|--------|

|                      |      |      |   |
|----------------------|------|------|---|
| Burmese Lemon        | 1750 | 1750 | - |
| Maharashtra line Tur | 1925 | 1925 | - |
| UP/ Haryana Tur      | -    | -    | - |

#### Tur Prices at Other Important Centres

| CENTERS                   | 06.02.06  | 07.02.06  | Change |
|---------------------------|-----------|-----------|--------|
| Gulbarga - Red Tur        | 1600      | 1650      | +50    |
| Gulbarga- Fatka Dal       | 2300      | 2300      | -      |
| Latur Red Tur (Mh Line)   | 1680-1730 | 1680-1715 | -      |
| Latur White Tur (Mh Line) | 1700-1740 | 1700-1720 | -      |
| Jalna Red                 | 1625      | 1625-1650 | -      |
| Jalna White               | 1630      | 1650      | +20    |
| Jalna BDM                 | 1800      | 1800      | -      |
| Akola Red Marathwada Line | 1635      | 1650      | +15    |
| Akola Red Vidharbha Line  | 1650      | 1665      | +15    |
| Vijaywada-Tur Local       | 1600      | 1625      | +25    |

### Moong Trade Analysis

Sentiments remained firm in Moong markets. Cost of imported cargo arriving in from overseas markets is higher, while stock of moong is short in domestic markets. Demand for the same is good in northern markets for marriage season. According to traders, small harvest of moong is due in Andhra Pradesh ad Hubli shortly.

#### Moong Prices in Delhi Rs/Quintal

| QUALITY           | 06.02.06 | 07.02.06 | Change |
|-------------------|----------|----------|--------|
| Kekdi/Kishangarh  | 3200     | 3250     | +50    |
| Shekhawati/ Medta | 3050     | 3050     | -      |
| Bisao             | -        | -        | -      |

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

| CENTERS   | 06.02.06  | 07.02.06 | Change |
|-----------|-----------|----------|--------|
| Indore    | 3000      | 3000     | -      |
| Latur     | 2650      | 2650     | -      |
| Vijaywada | 2650      | 2650     | -      |
| Jalna     | 2750      | 2750     | -      |
| Akola     | 2850-2860 | 2850     | -      |

### Gram Trade Analysis

People are back on bullish track in Delhi. Prices of chana have turned abnormally higher in Delhi, which traders credit to lacking momentum of harvest pace in MP. However, it's too early to make cries over pace of harvest. We just have entered into February. Harvest of chana usually starts in main producing areas in February. Arrivals of chana in

Indore today totaled at 2000-2500 bags. Harvest of chana is in progress in Maharashtra. So, abnormal price differential between Delhi and producing areas is providing good arbitrage opportunity, if there is really any buyer at prices quoted in Delhi.

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

| QUALITY    | 06.02.06  | 07.02.06  | Change |
|------------|-----------|-----------|--------|
| Rajasthan  | 1910-1915 | 1985-2000 | +70    |
| M.P.       | 1880      | 1950      | +80    |
| Indore New | 1750      | 1800-1810 | +50    |

#### Gram Prices at Secondary Centers

| CENTERS                     | 06.02.06  | 07.02.06 | Change |
|-----------------------------|-----------|----------|--------|
| Gulbarga New                | 1600      | 1650     | +50    |
| Latur (Gauran)              | 1600      | 1600     | -      |
| Latur(Annagiri)New crop     | 1700      | 1700     | -      |
| Latur Vijay                 | 1680-1700 | 1700     | -      |
| Jalna (Gauran)              | 1650      | 1650     | -      |
| Jalna (Pila)                | 1700-1725 | 1750     | +25    |
| Akola (Mixed) motor cut     | 1700-1710 | 1725     | +15    |
| Akola new (Chapa) motor cut | 1725      | 1750     | +25    |
| Kanpur                      | 1950      | 1975     | +25    |

#### Lentil Trade Analysis

Lentil markets observed steady to weak trend. Demand for the same has been low from domestic consumption centers. Arrivals of the local grade is picking up. Weather is perfect for harvest in all the producing belts. Harvest of export grade lentil will start by middle of March.

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

| CENTERS                        | 06.02.06  | 07.02.06  | Change |
|--------------------------------|-----------|-----------|--------|
| Delhi- MP/Kota Line            | 1450-1600 | 1650      | +50    |
| Delhi- UP/Sikari               | 1850-1900 | 1975      | +75    |
| Kanpur local mill delivery     | 1640      | 1650      | +10    |
| Kanpur new - Bareilly delivery | 1680      | 1690-1700 | +10    |
| Kanpur- new Malka Dal          | 1875      | 1880-1900 | +5     |
| Indore - Masra                 | 1550      | 1580      | +30    |
| Indore - Masoor New            | 1540      | 1570      | +30    |
| Indore Medium new              | 1425-1430 | 1450      | +20    |
| Bahraich-Masoor                | 1950      | 1950      | -      |
| Bahraich - Export Chanti       | 2475      | 2475      | -      |
| Kolkata (truck delivery)       | 2750      | 2750      | -      |
| Masur Dal                      | 2325      | 2325      | -      |
| local conditioned              | 2250      | 2250      | -      |

Bareilly delivery

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#### Field Pea Trade Analysis

Field pea markets also observed steady to firm trend in northern markets. Harvest of field pea although has started, demand for the same has increased due to marriage season. Firm trend in chana market also provided mild boost.

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

| CENTERS    | 06.02.06 | 07.02.06  | Change |
|------------|----------|-----------|--------|
| Kanpur New | 1100     | 1110-1115 | +10    |
| Mumbai     | 991      | 971       | -20    |

#### PORT-WATCH (Latest)

One Vessel namely MV Al Muztuba is arriving on February 7 at Mumbai port. Vessel is carrying total 5,545 MT of Pulses. In break up, vessel contains 1440 MT of tur, 864 MT Mung and 3241 MT of Urad.

#### Current Forex Rates

| Country/ Continent | Currency | Value in Rupees |
|--------------------|----------|-----------------|
| USA                | Dollar   | 44.270          |
| European Union     | Euro     | 53.010          |
| United Kingdom     | GBP      | 77.430          |

#### International Prices as on 06.02.06: CNF 90 Days

| Quality                                | Prices Us\$/Mt | Landed Cost in INR/MT |
|--|----------------|-----------------------|
| Burmese new Lemon Tur Mumbai/ Chennai  | 300            | 1510                  |
| Burmese FAQ new Tur Mumbai/ Chennai    | 280            | 1410                  |
| Burmese Shwebo Tur Mumbai/ Chennai     | 260            | 1310                  |
| Burmese FAQ Urad Mumbai/ Chennai       | 500-510        | 2520-2570             |
| Burmese SQ Urad Mumbai/ Chennai        | 560            | 2775                  |
| Burmese Pedishewa Mung Chennai /Mumbai | 570            | 2900                  |
| Burmese Pokako Mung Chennai / Mumbai   | 560            | 2825                  |
| Burmese Anneswar Mung Mumbai           | 535            | 2700                  |
| Australian Chickpea Chennai/Mumbai     | 350            | 1765                  |

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