

PULSES

February 25, 2006

HIGHLIGHTS

- Sentiments Weakening in Chana Markets
- Ease in Urad Prices Likely in Medium Term

TECHNICAL ANALYSIS

(Perspective- Short Term)

Commodity: URAD

Market-Commentary

Urad March contract opened green and turned red for a very brief period just after opening of the session. For the initial 1.30 hours, futures though stayed in positive zone, crawled despondently. Thereafter, it just set out leaping abruptly peaking to 2998 before closing the day at 2997. Volumes also were descent at 382,180 ton versus 300,460 ton yesterday.

Indicators-

White candlestick body has formed 'long day' pattern. Prices closed above 9-days and 18-days EMA. Stochastic oscillator is heading upwardly and is in neutral zone. MACD is trading above its signal line and is in positive zone.

Market Advice: Risk-bearers could short near 3000 with target towards 2975. Put SL at 3015.

NCDEX MARCH CONTRACT



Urad Future Closing price

Contract	23.02.06	24.02.06	Chg	Daily Spread (%)
March	2902	2997	+95	3.27
April	2731	2850	+119	4.36

Expected Support and Resistance Levels

Contract	Supports	Resistances
March	2933	3030
	2868	3062

Commodity: CHANA

Market Commentary

Chana futures featured roller-coaster trend through the day. March contract opened green, but could not hold on staying in positive territory. There was strong support at 1771 levels. It plunged to this level just before final closing at 1774. Volumes were drastically low at 140,050 ton versus 243,080 ton on Thursday.

Indicators-

Dark Candlestick body with small shadows on both sides shows strength in existing bearish pattern. Prices closed above 9-days and 18-days EMA signals still intact bullish cycle started early this month. MACD is trading above its signal line. Stochastic oscillator has bent downward, but still is in overbought zone.

Market Advice: Risk bearers could short at 1780 with target towards 1760. Put SL at 1790

NCDEX MARCH CONTRACT



Chana Future Closing price

Contract	23.02.06	24.02.06	Chg	Daily Spread (%)
March	1789	1774	-15	0.84
April	1805	1783	-22	1.22

Expected Support and Resistance Levels

Contract	Supports	Resistances
March	1765	1789
	1756	1804

Commodity: LEMON TUR

Market Commentary

Tur futures opened firm, but moved down soon after to set its bottom at 1813 by 10.45 am. It took some 30 minutes to come out of bearishness and never returned to negative zone all through the remaining session.

Indicators-

'Spinning top' formation by candlestick body indicates lacking conviction in the markets. Prices closed far above 9-days and 18-days EMA. MACD is trading above its signal line. Stochastic oscillator is moving upward, but is in overbought zone.

Market Advice: Market is risky. Risk lovers could short near 1900 with target towards 1870, put stop loss at 1910.

NCDEX MARCH CONTRACT



Lemon Tur Future Closing price

Contract	23.02.06	24.02.06	Chg	Daily Spread (%)
March	1890	1897	+7	0.37
April	1961	1973	+12	0.61

Expected Support and Resistance Levels

Contract	Supports	Resistances
March	1871	1917
	1845	1937

MARKET HIGHLIGHTS & ANALYSIS

Urad Trade Analysis

Sincere focus on immediate SND what traders said kept urad markets buoyant. Stress is on short stocks in interior markets of Maharashtra and Karnataka. Moreover, quotes for urad are higher in international markets. Despite all, few people blamed it to unscrupulous activities being played by some trade participants at future exchanges in recent. Trading of urad has been thinned down in physical markets at such high levels. In order to curb such activities, NCDEX has taken a good initiative. In a latest notification by NCDEX, 20% concentration margin in addition to existing margin will be levied on all clients having open position in excess of 1200 MT in urad March contract with effect from end of day position 26.2.2006. Concentration margin on urad march contract will be collected from the concerned members during the normal funds pay-in run on daily basis from 27th Feb 2006.

Urad Price Change In Delhi - Rs Per Quintal

QUALITY	23.02.06	24.02.06	Change
Burmese FAQ 2005	3150	3175	+25
Local grade - Maharashtra	-	-	-

Urad Price Changes in Mumbai

QUALITY	23.02.06	24.02.06	Change
Burmese FAQ 2005	2950	3000	+50

Urad Price Change at Secondary Centers

CENTERS	23.02.06	24.02.06	Change
Vijaywada	3000-3050	3000-3050	-
Gulbarga	NA	NA	-
Latur	3000	3060	+60
Akola (Motor cut)	3000-3050	3000	-
Indore	2850	2900	+50

Tur Trade Analysis

Like reason as in Urad (higher prices in future markets) was put for firming up in tur prices in domestic markets. Otherwise, demand in physical markets has not been very aggressive. Notification released by NCDEX today might help in chucking flippant players out. According to latest notification by NCDEX, there will be a special margin of 4% on all long position of April and May contract as per the contract specifications reason being April and May future prices of lemon tur has risen by 20% since the launch of the contract.

Tur Price Change in Mumbai

QUALITY	23.02.06	24.02.06	Change
Burmese Lemon Spot	1750	1780-1800	+30

Tur Price Change in Delhi

QUALITY	23.02.06	24.02.06	Change
Burmese Lemon	1900	1925	+25
Maharashtra line Tur	1950	1975	+25
Karnataka Tur	2000	2050	+50

Tur Prices at Other Important Centres

CENTERS	23.02.06	24.02.06	Change
Gulbarga - Red Tur	1700	1750	+50
Gulbarga- Fatka Dal	2450	2550	+100
Latur Red Tur (Mh Line)	1825	1850-1860	+25
Latur White Tur (Mh Line)	1820-1825	1850-1860	+25
Jalna Red	1750	1750-1800	-
Jalna White	1700-1750	1750	-
Jalna BDM	1800-2000	1950	-
Akola Red Marathwada Line	1800	1840-1850	+40
Akola Red Vidharbha Line	1800-1810	1860	+50
Vijaywada-Tur Local	1720-1730	1720	-

Moong Trade Analysis

Moong markets continued to see firm trend. The only checking factor in immediate is price-sensitivity of Indian markets. Demand for the same has been dried at such high levels. Otherwise, stock of moong has mostly been exhausted in interior markets. Quotes for imported cargos have also been hovering higher.

Moong Prices in Delhi Rs/Quintal

QUALITY	23.02.06	24.02.06	Change
Kekdi/Kishangarh	3350	3350-3400	-
Shekhawati/ Medta	3150	3150	-
Bisao	-	-	-

New Mung Mandi Prices at Other Important Centres

CENTERS	23.02.06	24.02.06	Change
Indore	3200	3200	-
Latur	2500-2600	NA	-
Vijaywada	3000-3050	3100	+50
Jalna	3000-3100	3050-3100	-
Akola	3050	3100-3200	+50

Gram Trade Analysis

Sentiments are weakening in Chana markets as more and more chana is arriving in from Maharashtra. Arrivals from Maharashtra in Delhi have become regular feature. Harvest of chana is progressing well in Madhya Pradesh. People so far have been laying a bet over weather situation in Rajasthan. However, minor cut in yield potential due to less

favourable weather is unlikely to make big difference in its production this year versus its production during normal harvesting seasons. As per reports of ministry of Agriculture, sowing of chana was done in additional 24.4% area on year basis. Traders feel that weather factor would largely be covered by increased acreage this year.

Desi Chana Price Change in Delhi And Indore

QUALITY	23.02.06	24.02.06	Change
Rajasthan	-	-	-
MP new crop	1750	1775-1800	+25
Maharashtra	1850	1875-1900	+25
Indore New	1700	1700-1720	-

Gram Prices at Secondary Centers

CENTERS	23.02.06	24.02.06	Change
Gulbarga New	1675	1750	+75
Latur (Gauran)	1600	1600	-
Latur(Annagiri)New crop	1700	1700	-
Latur Vijay	1650	1650	-
Jalna (Gauran)	1650-1700	1650-1700	-
Jalna (Pila)	1700-1750	1700-1750	-
Akola (Mixed) motor cut	1725	1710	-15
Akola new (Chapa) motor cut	1735	1715	-20
Kanpur	1900	1920-1930	+20

Lentil Trade Analysis

Lentil markets posted small gains in MP markets on freshly emanating weather concern. However, trading remained low in physical markets, as millers seemingly are less convinced with the reason. Some traders relate this firmness to the bullish trend in other major pulses. Actual demand is low. Stockists will not step in the market before easing in its prices with the picking up of harvest.

Lentil Price Movement in Delhi/Indore/ UP

CENTERS	23.02.06	24.02.06	Change
Delhi- MP/Kota Line	1725	1725	-
Delhi- UP/Sikari	NA	NA	-
Kanpur local mill delivery	1700	1725	+25
Kanpur new - Bareilly delivery	1750	1770	+20
Kanpur- new Malka Dal	1950	1960-2000	-
Indore - Masra	1650	1680-1690	+30
Indore - Masoor New	1640	1670-1680	+30
Indore Medium new	1500	1550	+50
Bahraich-Masoor	2175	2200	+25
Bahraich - Export Chanti	2450	2450	-
Kolkata (truck delivery)	2750	2750	-

Disclaimer

Masur Dal	2250	2275	+25
Local conditioned	2000	2025	+25
Bareilly delivery	2000	2000	-

Field Pea Trade Analysis

Field pea prices firmed up in tandem with gains in chana prices in recent. Offtake of field pea has improved in recent from the besan-manufacturing units. Harvest of the same has been continuing amidst favorable weather situation in Uttar Pradesh and MP.

Peas Price Movement (Rs/qt)

CENTERS	23.02.06	24.02.06	Change
Kanpur New	1025	1030-1040	+5
Mumbai	991	1011	+20

PORT-WATCH (Latest)

No fresh vessels reported.

Current Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.50
European Union	Euro	52.99
United Kingdom	GBP	77.87

International Prices as on 24.02.06: CNF 90 Days

Quality	Prices Us\$/Mt	Landed Cost in INR/MT
Burmese new Lemon Tur Mumbai/ Chennai	350	1780
Burmese FAQ new Tur Mumbai/ Chennai	300	1525
Burmese Shwebo Tur Mumbai/ Chennai	280	1420
Burmese FAQ Urad Mumbai/ Chennai	525-530	2665-2690
Burmese SQ Urad Mumbai/ Chennai	590	3000
Burmese Pedishewa Mung Chennai /Mumbai	570	2895
Burmese Pokako Mung Chennai / Mumbai	560	2845
Burmese Anneshwar Mung Mumbai	535	2720
Australian Chickpea Chennai/Mumbai	350	1780

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.