

PULSES DAILY

May 18, 2006

URAD

FUNDAMENTALS

Sentiments turned little easy in Urad markets following reports of slight amendment in contract specifications for urad trading at NCDEX. In pursuant to FMC directives, NCDEX has allowed the deliveries of desi urad meeting desired quality specifications. New Delivery shall be acceptable in Tenali (Andhra Pradesh), Jalgaon, and Akola at par, while delivery shall be acceptable at Kolkata and Chennai at a discount of Rs 100. This amendment has widened the scope of deliveries, which will help in curbing unethical manipulations in the market.

Futures Market Commentary

Urad june contract opened slightly weak on day basis. Futures set day's bottom within 5 minutes of opening, but recovered swiftly from this bearish mode. Futures peaked to 3157 with in next 40 minutes. Futures remained in the positive territory all through the remaining session. NCDEX Urad June contract eventually ended the day up 42 points at Rs 3114 per qtl.

Price Drivers

Bullish

Higher Prices in International markets

Bearish

Due Consignments from Burma

Approval of acceptance of domestic urad for deliveries at NCDEX

Weather

Weather is not a factor until June when new crop sowings will take place. All eyes will be on the monsoon then.

TECHNICALS

NCDEX -June Contract

Relatively small shadows of candlestick body today show increased stability. Both the EMAs are still above price line. MACD is in positive territory and moving downward. Stochastic oscillator also is dipping downward. RSI however has taken upside turn, which signals regaining momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
May	2903	2867	2940	3008	3077
June	3051	2988	3114	3167	3220

TRADE RECOMMENDATION:

Short June contract near 3120 with target towards 3085.
Second target 3075. Put SL at 3130

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	17.05.06	16.05.06	Change
Burma Faq	Mumbai	3325-3400	3400-3411	-
Burma Faq	Delhi	3600	3600	-
Desi	Akola	3300-3400	3400	-
Desi	Indore	3000-3300	3000-3300	-
Desi	Vijaywada	3550-3575	3500-3550	-

CHANA

FUNDAMENTALS

There was no fresh change in fundamentals in Chana markets. Demand remained sluggish in the physical markets. Stockists appeared in no haste to empty out their inventories. Though chana is rabi season crop, all the bet seems on weather factor. Good monsoon will translate into increased availability of kharif pulses. Also, preliminary reports from chickpea exporting nations like Australia, Canada etc suggest likely increase in acreage/production, if weather remains favorable.

Futures Market Commentary

Chana futures opened steady, but set out moving higher soon after opening of the session. Peak was attained within 35 minutes after opening of the session. Futures thereafter kept hanging in the positive zone till late in the session. Futures plunged into negative zone by 1630 hrs and eventually ended the day in red zone. NCDEX June Chana contract ended the day off 8 points at Rs 2592 per qtl.

Price Drivers

Bullish

Reserved selling by stockists

Bearish

Subdued demand from consumers' end

Good stocks in key markets

Weather

Weather is not a factor until June for onset of monsoon. Chana itself is rabi crop, but good sowing of other pulses might cause negative impact on it.

TECHNICALS

NCDEX -June Contract

Candlestick body has formed 'doji'. Big upper shadow shows underlying weakness. MACD is moving downward, but is trading above signal line. Stochastic oscillator is sliding downward and is in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
May	2492	2474	2510	2546	2582
June	2560	2527	2592	2643	2693

TRADE RECOMMENDATION:

Sell June near 2600 with target of 2565. Second target 2550. Put SL at 2620.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	17.05.06	16.05.06	Change
Rajasthan Desi	Delhi	2500	2525-2550	-25
MP Desi	Delhi	2475	2500	+25
Kantewala	Indore	2420-2425	2375-2420	-
Desi	Gulbarga	2200	2200	-
Gauran	Latur	2250	2200	+50
Annagiri	Latur	2400	2325	+75
G-12/Vijay	Latur	2300-2325	2275	+25
Gauran	Jalna	2250	2275-2300	-25
Pila	Jalna	2300-2350	2350	-
Mixed	Akola	2375	2350	+25
Chapa	Akola	2425	2400	+25
Desi	Kanpur	2450	2430-2450	-

TUR

FUNDAMENTALS

Tur markets continued to see weak trend. Slow demand in the physical markets and reports of consignments due from Myanmar in coming weeks kept the markets in bearish mode. Good news is approval of deliveries of indigenous tur by NCDEX, which traders feel would lead to rational price discoveries at commodity exchanges. Earlier, Burmese had been dictating movements of Lemon tur prices at commodity exchanges, as delivery was acceptable for tur with desired specifications from Burma only.

Futures Market Commentary

Lemon tur June contract opened weak and held suspended in this zone all through the day. Futures could not ever get close to the prices at which contract was closed yesterday. June contract bottomed out just before closing. NCDEX June contract ended off 24 points at Rs 1979 per qtl.

Price Drivers

Bullish

Higher Prices in International markets

Bearish

Approval of acceptance of indigenous tur for deliveries at NCDEX

Due consignments from Burma

Weather

Weather is not a factor until June when new crop sowings will take place. All eyes will be on the monsoon then.

TECHNICALS

NCDEX -June Contract

Dark candlestick body has formed short day pattern. Prices closed below both the 9-days and 18-days EMA. MACD has made centreline crossover signalling likely reversal in trend. Stochastic oscillator still is dipping down.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
May	1873	1865	1881	1896	1911
June	1961	1942	1979	1999	2018

TRADE RECOMMENDATION:

Short June near 1985 with target towards 1955, second target 1940. Put SL at 2005.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	17.05.06	16.05.06	Change
Burmese Lemon	Mumbai	1875-1925	1925	-
Burmese Lemon	Delhi	1950	2000	-50
Maharashtra tur	Delhi	2050	2050	-
Karnataka tur	Delhi	2150	2200	-50
Red tur	Gulbarga	1925	1925	-
Fatka Dall	Gulbarga	2800	2800	-
Red Tur	Latur	2030	2030-2050	-
White Tur	Latur	2010-2020	2000-2100	-
Red	Jalna	1850	1900	-50
White	Jalna	1900	1950	-50
BDM	Jalna	2000	2000	-
Marathwada	Akola	1960-1965	1980	-15
Vidarbha	Akola	2000	2000	-
Local Tur	Vijaywada	1780-1800	1800	-

Others

Moong

Sentiments weakened in moong markets following reports of rains in some areas of northeastern areas of Rajasthan. These rains will facilitate farmers in taking saathi (60 days crop) before even arrival of monsoon in these areas.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	17.05.06	16.05.06
Shekhavati	Delhi	3450	3650
Kishangarh	Delhi	3450	3600
Medta/Bisao	Delhi	3500	3800
Desi	Indore	3200-3500	3100-3400
Muglai	Jalna	3700	3800
Chamki	Akola	3200-3400	3500

PEAS

In absence of fresh leads, peas markets continued holding steady levels. Steady trend in chana inspired peas stockists to hold back despite subdued demand for the same. Prices of peas are still lucrative in the market.

Spot Market Prices of Pea (Rs/qty)

Center	17.05.06	16.05.06
Mumbai	1321	1331-1351
Kanpur	1330	1340

Masoor

Sentiments remained easy in masoor markets. According to traders, stock of motti grade, which is being consumed locally, was never been short. Arrivals of masoor were reported high in the interior markets of MP, while demand for the same remained subdued.

Spot Market Prices of Masoor (Rs/qty)

Center	17.05.06	16.05.06
Delhi-MP/kota Line	2100	2100
Delhi- UP/Sikari	2500	2500
Kanpur local mill delivery	2010	2025
Kanpur new- Braeilly Delivery	2075	2100-2120
Kanpur- new Malka Dal	2300	2300-2340
Indore- Masra	1970	1960
Indore- Masoor New	1960	1950
Indore- Medium New	1850	1850
Bahraich-Masoor	2725	2725
Bahraich-Export Chanti	3175	3175
Kolkata (Truck delivery)	3500	3500
Masur Dal	3000-3200	3000-3200

International Prices (\$/ton)

Quality	17.05.06
Burmese new Lemon Tur Mumbai Chennai	365
Burmese FAQ new Tur Mumbai/Chennai	355
Burmese Shwebo Tur Mumbai/Chennai	328
Burmese FAQ Urad Mumbai/Chennai	660
Burmese SQ Urad Mumbai/Chennai	690
Burmese Pedishwa Mung Chennai/Mumbai	665
Burmese Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Burmese Kabuli Chickpea Chennai/Mumbai	645

Port watch

No pulses vessel reported.

Forex- 1 US\$ - INR 45.340

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