

## PULSES DAILY

May 19, 2006

### URAD

#### FUNDAMENTALS

Sentiments remained weak in urad markets. Market was little nervous following reports of big consignments due ahead. According to trade sources, some 25000 MT of urad is scheduled to arrive shortly at Mumbai port. According to traders, import of urad will also be revived in Kolkata with the opening up of new delivery centres of NCDEX there. Import of urad in Kolkata, which once was the major trading hub for urad, had declined due to increased volatility and higher prices of the same. Opening of delivery centre in Kolkata would generate active interest of importers in future trading for hedging, as traders are expecting price discovery to be more rational at NCDEX with the acceptance of delivery of desi urad with desired specifications.

#### Futures Market Commentary

Urad June contract opened low gapping high with yesterday closing, but futures swiftly got back into positive zone and set day's high at 3157 before 10.45 hrs. Futures kept moving either side of unchanged level all through the remaining session and managed to conclude the session in positive zone. Urad June contract ended up 8 points at Rs 3120 per qtl.

#### Price Drivers

##### Bullish

Higher Prices in International markets

##### Bearish

Due Consignments from Burma

Slackening demand from the retail end

#### Weather

Southwest monsoon has hit the Andaman Island and conditions are favorable for further advance of monsoon. Karnataka and Maharashtra might see timely arrival of monsoon.

#### TECHNICALS

##### NCDEX -June Contract

Candlestick body with 'closing marubozu' and very small lower shadow shows weakening bearish pattern. Prices closed below both the 9-days and 18-days EMA. MACD is about to make centerline crossover, which indicates likely reversal in pattern. %K line has entered into oversold zone.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
May	2891	2851	2932	2961	2991
June	3079	3047	3120	3131	3151

#### TRADE RECOMMENDATION:

Buy June contract near 3120 with target towards 3145.  
Second target 3165. Put SL at 3105

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	18.05.06	17.05.06	Change
Burma Faq	Mumbai	3280-3325	3325-3400	-
Burma Faq	Delhi	3525	3600	-75
Desi	Akola	3000-3500	3300-3400	-
Desi	Indore	3000-3400	3000-3300	-
Desi	Vijaywada	3550	3550-3575	-

## CHANA

### FUNDAMENTALS

Falling prices in the Delhi spot markets caused panic among those having long positions against Chana May contract at NCDEX. Not many people would be interested in taking deliveries, as reports of off-take in physical markets have been dampening the spirits. Situation of stock is good in physical markets. Reports of early onset of monsoon also caused little nervousness among small stockists, who are not capable to withstand any adverse situation for long.

### Futures Market Commentary

Though starting of Chana June contract was weak, futures tried coming out of bearish zone in the soon after opening, but could not hold higher for more than 10 minutes and fell back in to negative territory, where futures spent most of the remaining session. There was strong support at 2500, which futures breached once for a while just before 1500 hrs. NCDEX June contract eventually ended the day off 56 points at Rs 2535 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

Dark candlestick body formed 'short day' pattern. Prices closed below both the 9-days and 18-days EMA. MACD is dipping downward and is in positive territory. %k line is running below %d line and heading downward. RSI is also signalling the weakening momentum.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
May	2416	2389	2444	2491	2539
June	2487	2440	2535	2593	2652

#### TRADE RECOMMENDATION:

Sell June near 2540 with target of 2510. Second target 2495. Put SL at 2555.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	18.05.06	17.05.06	Change
Rajasthan Desi	Delhi	2450	2500	-50
MP Desi	Delhi	2400	2475	-75
Kantewala	Indore	2370-2375	2420-2425	-50
Desi	Gulbarga	2250	2200	-50
Gauran	Latur	2200	2250	+50
Annagiri	Latur	2325	2400	+75
G-12/Vijay	Latur	2275-2300	2300-2325	-
Gauran	Jalna	2275-2300	2250	-25
Pila	Jalna	2350	2300-2350	-
Mixed	Akola	2375	2375	-
Chapa	Akola	2425	2425	-
Desi	Kanpur	2425-2430	2450	-20

## TUR

### FUNDAMENTALS

Sentiments are improving in tur on ideas that markets had overdone on demand factor. Traders further are optimistic that some government departments would soon be issuing tender for purchase of tur in Maharashtra. Demand for the same has also been good from northern India this season, where lemon tur is used preferentially. But this year, quality of imported cargo has not been satisfactory.

#### Futures Market Commentary

Lemon tur June contact featured roller-coaster trend during the day. Futures were highly active in the first half, but later got trapped in narrow range. June futures peaked within 10 minutes after opening of the session. Volume, however, has been very low, which is blamed to high margins. June futures eventually ended the day 2 points up at Rs 1969 per qtl..

#### Price Drivers

##### Bullish

Higher Prices in International markets

Expectations of govt tender in Maharashtra

##### Bearish

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. Both the EMAs are still far above price line. MACD is moving downward into negative zone. Stochastic oscillator is also falling downward, but still is very close to entering into oversold zone. So, getting short further at current levels would not be wise.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
May	1883	1890	1875	1873	1870
June	1957	1946	1969	1983	1998

#### TRADE RECOMMENDATION:

Buy June near 1970 with target towards 1990, second target 2000. Put SL at 1960.

#### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	18.05.06	17.05.06	Change
Burmese Lemon	Mumbai	1875	1875-1925	-
Burmese Lemon	Delhi	NA	1950	-
Maharashtra tur	Delhi	2075	2050	+25
Karnataka tur	Delhi	2175	2150	+25
Red tur	Gulbarga	1925	1925	-
Fatka Dall	Gulbarga	2800	2800	-
Red Tur	Latur	2000-2027	2030	-5
White Tur	Latur	1915-1991	2010-2020	-20
Red	Jalna	1925-1950	1850	+75
White	Jalna	2000	1900	+100
BDM	Jalna	2025	2000	+25
Marathwada	Akola	2000-2050	1960-1965	+35
Vidarbha	Akola	2000-2025	2000	-
Local Tur	Vijaywada	1800	1780-1800	-

## Others

### Moong

Moong markets featured weak trend. There were reports of good rains in some areas of Uttar Pradesh, Rajasthan, northwest and east Madhya Pradesh and Chattisgarh. Farmers may go for 'saathi' in areas, where rains have been 5 or more than 5 cm.

#### Spot Market Prices of Moong (Rs/qttl)

Origin/Grade	Center	18.05.06	17.05.06
Shekhavati	Delhi	3400	3450
Kishangarh	Delhi	3450	3450
Medta/Bisao	Delhi	3500	3500
Desi	Indore	3200-3500	3200-3500
Muglai	Jalna	3700	3700
Chamki	Akola	3200-3500	3200-3400

### PEAS

Irrespective of ease in other pulses (mainly chana), peas prices continued to hold steady levels. According to traders, this downfall is momentary and outlook for peas is promising in medium term for mixing,

#### Spot Market Prices of Pea (Rs/qttl)

Center	18.05.06	17.05.06
Mumbai	1315-1320	1321
Kanpur	1320-1325	1330

### Masoor

Masoor markets had no oomph, as demand remained subdued both in domestic and international markets. Domestic millers in most markets seem have covered against their immediate requirement. Also, demand remains seasonally low in April/May.

#### Spot Market Prices of Masoor (Rs/qttl)

Center	18.05.06	17.05.06
Delhi-MP/kota Line	2100	2100
Delhi- UP/Sikari	2500	2500
Kanpur local mill delivery	2000	2010
Kanpur new-Braeilly Delivery	2055-2060	2075
Kanpur- new Malka Dal	2300	2300
Indore- Masra	1970	1970
Indore- Masoor New	1960	1960
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	18.05.06
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 Anneswar 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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