

Pulses

May 11, 2006

- Chana Prices Skyrocketing on Increased Stockists' Activities
- Urad Prices Likely to Hover High

TECHNICAL ANALYSIS

(NCDEX)

Outlook-Short Term

Commodity: URAD

Market Commentary

Urad June contract opened up against yesterday closing. Futures set out moving upward and this trend persisted till late in the session. Futures peaked to 3417 near 13.45 hrs. High scale profit booking was seen at levels above 3400. There was strong resistance at 3400, which futures seldom crossed after 1400 hrs. Urad June contract ended the day up 15 at Rs 3372 per qtl.

Indicators

White candlestick body has formed small day pattern. Big upper shadow shows limited upside potential. Prices closed above both the 9-days and 18-days EMA. MACD is in positive territory, but trading below its signal line. %k line is heading upward and is in overbought zone.

Market advice:

Risk bearer should long near 3370 with target towards 3410. Second target could be 3450. Put SL at 3345.

NCDEX JUNE CONTRACT



Urad Future Closing price

| Contract | 09.05.06 | 10.05.06 | Chg | Daily Spread % |
|----------|----------|----------|-----|----------------|
| May | 3351 | 3368 | +17 | 0.51 |
| June | 3357 | 3372 | +15 | 0.45 |

Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|------------|----------|-------------|
| NCDEX June | 3339 | 3411 |
| | 3306 | 3450 |
| | 3267 | 3483 |

Commodity: CHANA

Market Commentary

Chana June contract opened weak, but set out moving higher just after opening. Futures soon entered into positive territory and kept hanging in this zone all through the day. Futures reached to the day's high before 14.00 hrs. This bullish mode persisted till end of the day. Chana June futures ended the day up 52 at Rs 2703 per qtl.

Indicators

Big white candlestick body with relatively small upper shadow shows strength in existing bullish pattern. Prices closed above both the 9-days and 18-days EMA. MACD is heading upward. %k line is slanting downward and is in overbought zone

Market advice:

Risk bearer should long near 2700 with target towards 2735. Second target could be 2765. Put SL at 2675.

NCDEX JUNE CONTRACT



Chana Future Closing price

| Contract | 09.05.06 | 10.05.06 | Chg | Daily Spread % |
|----------|----------|----------|-----|----------------|
| May | 2551 | 2582 | +31 | 1.21 |
| June | 2651 | 2703 | +52 | 1.96 |

Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|----------|----------|-------------|
| June | 2652 | 2739 |
| | 2602 | 2776 |
| | 2565 | 2826 |

Commodity: TUR

Market Commentary

Lemon tur contract opened firm and started moving upward just after opening of the session. Futures peaked before 1345 hrs. Profit booking at higher levels pulled futures down. Bulls gave up entirely in the second round. Futures dipped in to negative territory just before closing and ended the unchanged on day basis. Lemon tur June contract ended the day unchanged at Rs 2141 per qtl.

Indicators

Candlestick body has formed small day pattern. Big upper shadow shows bearish pattern. Prices, however, closed above both the 9-days and 18-days EMA. MACD has made centerline crossover recently and is trading in positive territory. %k line is curving downward and is in overbought zone.

Market advice:

Risk bearer should long near 2140 with target towards 2170. Second target could be 2185. Put SL at 2120.

NCDEX JUNE CONTRACT



Lemon Tur Future Closing price

| Contract | 09.05.06 | 10.05.06 | Chg | Daily Spread % |
|----------|----------|----------|-----|----------------|
| May | 1994 | 1984 | -10 | 0.50 |
| June | 2141 | 2141 | 0 | - |

Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|----------|----------|-------------|
| June | 2121 | 2170 |
| | 2101 | 2199 |
| | 2072 | 2219 |

DOMESTIC MARKET COMMENTARY

Urad Trade Analysis

Urad markets featured firm trend. According to traders, there has been real demand in southern states from the retail end, where buyers had been silent for long in wait of big fall in its prices with the picking up of import from Burma. Burmese still are reserved seller and quoting higher for their produce. Since, stockists here in India themselves had bought urad at higher prices from the farmers, traders declined possibility of big falls as were expected before rabi harvest. Prices of pulses this year are soaring all time high and market forces alone seem unlikely to bring downward correction without any intervention by the government, which appeared concentrating more on cereals and oils.

Urad Price Change in Delhi (Rs/qtt)

| Quality | 09.05.06 | 10.05.06 | Change |
|-------------------------|----------|----------|--------|
| Burmese Faq | 3600 | 3600 | - |
| Local Grade-Maharashtra | - | - | - |

Urad Price Change in Mumbai

| Quality | 09.05.06 | 10.05.06 | Change |
|-------------|-----------|----------|--------|
| Burmese Faq | 3400-3450 | 3425 | - |

Urad Price Changes at Secondary Centers

| Centers | 09.05.06 | 10.05.06 | Change |
|-------------------|-----------|-----------|--------|
| Vijaywada | 3600 | 3550 | -50 |
| Gulbarga | - | - | - |
| Latur | NA | NA | - |
| Akola (Motor Cut) | 3400 | 3350-3400 | - |
| Indore | 3000-3400 | 3400 | - |

Tur Trade Analysis

Sentiments remained weak in Tur markets despite bullish trend in other pulses. Subdued demand for the same in the interior markets has been held responsible for this sluggishness in the markets. According to traders, prices of lemon tur at commodity exchanges might be high due to higher offering from Burmese, otherwise, demand as such in physical markets has not been supportive. Interestingly difference between cost of imported and domestic cargos has been narrowing despite the fact that quality of former is slightly inferior this time.

Tur Prices in Mumbai

| Quality | 09.05.06 | 10.05.06 | Change |
|--------------------|----------|----------|--------|
| Burmese Lemon Spot | 1940 | 1925 | -15 |

Tur Price Change in Delhi

| Quality | 09.05.06 | 10.05.06 | Change |
|------------------|-----------|----------|--------|
| Burmese Lemon | 2050-2075 | 2050 | - |
| Maharashtra Line | 2100 | 2100 | - |
| Karnataka | 2225 | 2225 | - |

Tur Prices at Other Important Center

| Centers | 09.05.06 | 10.05.06 | Change |
|---------------------------|-----------|-----------|--------|
| Gulbarga-red tur | 1950 | 1950 | - |
| Gulbarga-Fatka Dal | 2850 | 2850 | - |
| Latur Red Tur (Mh Line) | 2020-2099 | 2040-2075 | - |
| Latur White Tur (Mh Line) | 2000-2100 | 2050-2100 | - |
| Jalna Red | 1925-1950 | 1900-1925 | - |
| Jalna White | 2025 | 1975-2000 | -25 |
| Jalna BDM | 2050 | 2025-2050 | - |
| Akola Red Marathwada Line | 2050-2060 | 2000-2050 | - |
| Akola Red Vidarbha Line | 2025-2030 | 2025-2030 | - |
| Vijaywada-Tur Local | 1850-1900 | 1825 | -25 |

Moong Trade Analysis

Moong markets observed firm trend. According to traders, stock of the same seems have truncated in many terminal markets, but buyers are not very aggressive and covering just for their immediate requirement. Presently, there is no report of imported cargo scheduled in near term, but prices here are well matching with import parity.

Moong Prices in Delhi (Rs/qtt)

| Quality | 09.05.06 | 10.05.06 | Change |
|------------------|-----------|-----------|--------|
| Shekhavati | 3550 | 3650 | +100 |
| Kishangarh/Kekdi | 3400 | 3600 | +200 |
| Medta/Bisao | 3700-3750 | 3750-3800 | - |

New Mung Mandi Prices at Other Important Centres

| Centers | 09.05.06 | 10.05.06 | Change |
|---------|-----------|-----------|--------|
| Indore | 3000-3400 | 3500 | +100 |
| Jalna | 3200-3300 | 3200-3250 | - |
| Akola | 3150-3200 | 3250-3300 | +50 |

Chana

Chana markets continued to see firm trend cornering squarely the fact of big stocks piling up in terminal and interior markets. According to traders, later months at commodity exchanges are getting traded at premiums versus earlier months, so stockists are less interested in

selling at current prices. Stockists do not see any kind of pressure in immediate and are expecting this trend to continue unless any imported cargo arrives this month. Presently, there has been no report of any deal with Australia. Since, the prices have come up too fast without much change in fundamentals, buyers are little uncomfortable at current levels and buying just for their immediate requirement

Desi Chana Prices in Delhi And Indore

| Quality | 09.05.06 | 10.05.06 | Change |
|-------------|-----------|-----------|--------|
| Rajasthan | 2475-2500 | 2575-2600 | +75 |
| MP new Crop | 2450 | 2500 | +50 |
| Indore New | 2380 | 2400-2425 | +20 |

Gram Prices at Secondary Centers

| Centers | 09.05.06 | 10.05.06 | Change |
|-----------------------------|-----------|-----------|--------|
| Gulbarga New | 2175 | 2150 | -25 |
| Latur (Gauran) | 2000-2050 | 2100 | +50 |
| Latur (Annagiri) | 2175-2225 | 2200-2250 | - |
| Latur (G-12) | 2100-2150 | 2150-2200 | - |
| Jalna (Gauran) | 2300 | 2200-2250 | -50 |
| Jalna (Pila) | 2325 | 2300-2325 | - |
| Akola (Mixed) motor cut | 2375 | 2411 | +35 |
| Akola new (Chapa) motor cut | 2400 | 2450 | +50 |
| Kanpur | 2500 | 2475-2500 | - |

Masoor Trade Analysis

Masoor markets observed mixed trend. Demand for the same today reported subdued on export front in Bahraich, but traders from Kolkata were active buyers today. According to traders deal for some 20-25 motors were finalized for destination at Kolkata today.

Lentil Price Movement in Delhi/Indore/UP

| Centers | 09.05.06 | 10.05.06 | Change |
|------------------------------|-----------|-----------|--------|
| Delhi-MP/kota Line | 2100 | 2100 | - |
| Delhi- UP/Sikari | 2600 | 2600 | - |
| Kanpur local mill delivery | 2075 | 2070 | -5 |
| Kanpur new-Braeilly Delivery | 2170 | 2140 | -30 |
| Kanpur- new Malka Dal | 2400-2425 | 2350-2375 | -25 |
| Indore- Masra | 2020 | 2000 | -20 |
| Indore- Masoor New | 2010 | 1990 | -20 |
| Indore- Medium New | 1900 | 1900 | - |

| | | | |
|--------------------------|-----------|-----------|-----|
| Bahraich-Masoor | 2700 | 2725 | +25 |
| Bahraich-Export Chanti | 3050 | 3075 | +25 |
| Kolkata (Truck delivery) | 3400-3450 | 3450 | - |
| Masur Dal | 2900-3200 | 2900-3200 | - |

Field Pea Trade Analysis

Peas markets featured steady to firm trend. Demand for the same however remained subdued at current higher levels, sellers having inspired from bullishness in chana, do not seem in mood to slash their quotes.

Peas Price Movement (Rs/mtl)

| Centers | 09.05.06 | 10.05.06 | Change |
|------------|----------|----------|--------|
| Kanpur New | 1360 | 1360 | - |
| Mumbai | 1311 | 1320 | +10 |

FOREX

| Country/ Continent | Currency | Value in Rupees |
|--------------------|----------|-----------------|
| USA | Dollar | 44.930 |
| European Union | Euro | 57.350 |
| United Kingdom | GBP | 83.820 |

PORT-WATCH (Latest)

No pulses vessel reported.

International Prices (\$/ton)

| Quality | 10.05.06 |
|----------------------------------------|----------|
| Burmese new Lemon Tur Mumbai Chennai | 380 |
| Burmese FAQ new Tur Mumbai/Chennai | 355 |
| Burmese Shwebo Tur Mumbai/Chennai | 328 |
| Burmese FAQ Urad Mumbai/Chennai | 660 |
| Burmese SQ Urad Mumbai/Chennai | 700 |
| Burmese Pedishwa Mung Chennai/Mumbai | 660 |
| Burmese Anneshwar Mung Mumbai | NA |
| Burmese Pokako Mung Mumbai/Chennai | NA |
| Burmese Kabuli Chickpea Chennai/Mumbai | 645 |

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