

PULSES DAILY

May 16, 2006

URAD

FUNDAMENTALS

Sentiments turned weak in Urad markets on purely technical reasons. NCDEX report of sellers' delivery intention for some 4,610 MT of urad against May contract was blamed as prime reason for the weakness in the market. Since, stock is short in physical markets, sellers had been quoting higher prices for their produce. Other reason for the same was high cost of its import. Intentions for hefty deliveries signal that sellers are not finding many buyers at current high prices in physical markets, which triggered panic selling at NCDEX.

Futures Market Commentary

Urad June contract was highly volatile in the opening. Futures touched the peak at 3308 with in 5 minutes after opening of the session, but moved either side of unchanged levels in the first 30 minutes. From then on, futures plunged deep in to negative zone and steady downfall persisted all through the day. June contract ended the session near its bottom today. Urad June futures ended off 130 point at Rs 3133 per qtl.

Price Drivers

Bullish

Higher Prices in International markets
Reserved selling by stockists

Bearish

Heavy delivery Intentions against May contract

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

Candlestick body has formed long day pattern. Closing 'Marubozu' with small upper shadow shows strength in existing bearish pattern. Prices closed below both the 9-days and 18-days EMA. MACD is curving downward. Stochastic oscillator is tilting downward and is in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
May	2996	2913	3247	3415
June	3075	3016	3250	3366

TRADE RECOMMENDATION:

Sell June contract near 3135 with target towards 3090. Second target 3075. Put SL at 3155

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	15.05.06	13.05.06	Change
Burma Faq	Mumbai	3391	3425	-35
Burma Faq	Delhi	3600	3650	-50
Desi	Akola	3600-3700	3400-3500	+100
Desi	Indore	3000-3400	3000-3400	-
Desi	Vijaywada	3450	3550	-100

CHANA

FUNDAMENTALS

Delivery intention report again seems was the reason behind bullishness in chana markets. Traders were expecting heavy deliveries against current month, as stock of chana at accredited warehouses of NCDEX in Indore as on May 13 was 6,058 MT. However, delivery intention posted by sellers against May month at NCDEX was mere 370 MT. Trading has been badly hampered in physical markets of chana after unusual gains in its prices in past fortnight. Since, all the later months at NCDEX are getting traded at premiums, traders see giving deliveries at far higher prices in later month (which are unusually high against current prices) as safe bet. Lot more depends upon onset of monsoon. Good start might dampen the current bullishness.

Futures Market Commentary

Chana June contract opened firm and stayed in positive territory all through the day. Futures touched its peak at 2711 near 13.25 hrs. Small scalp profit booking was seen near the high. Market however lost momentum thereafter and futures kept falling in irregular fashion till late in the session, but did not come below yesterdays closing. NCDEX Chana June contract ended up 26 points at Rs 2666 per qtl.

Price Drivers

Bullish

Small delivery intentions

Bearish

Good stock in Physical markets & NCDEX warehouses

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

Candlestick body has formed the 'doji star', which shows indecisiveness in the market. Big upper shadow shows weak upside potential. Prices closed above both the 9-days and 18-days EMA. MACD is running flat and has just made bullish crossover with its signal line. Stochastic oscillator is moving downward and is in overbought zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
May	2519	2495	2567	2591
June	2633	2599	2707	2747

TRADE RECOMMENDATION:

Sell June near 2670 with target of 2645.
Second target 2630. Put SL at 2685.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	15.05.06	13.05.06	Change
Rajasthan Desi	Delhi	2500	2450	+50
MP Desi	Delhi	2450	2400	+50
Kantewala	Indore	2405-2410	2370-2375	+30
Desi	Gulbarga	2175	2175	-
Gauran	Latur	2250	Closed	-
Annagiri	Latur	2400	Closed	-
G-12/Vijay	Latur	2300-2350	Closed	-
Gauran	Jalna	2275-2300	Closed	-
Pila	Jalna	2350	Closed	-
Mixed	Akola	2425-2430	2350-2375	+50
Chapa	Akola	2460-2465	2420	+40
Desi	Kanpur	2450-2460	2425-2430	+20

TUR

FUNDAMENTALS

Tur markets featured weak trend. Spillover weakness in urad caused nervousness among tur stockists. Stock of tur is good in southern states, while demand is yet sluggish. Same thing seems for tur in terms of delivery at NCDEX is happening as in chana. Despite heavy stocks at NCDEX warehouses, delivery intentions for tur against May month were posted for 310 MT. As on May 13, stock of Lemon tur at accredited warehouses of NCDEX in Mumbai was at 2,356 MT.

Futures Market Commentary

Lemon tur June contract at NCDEX opened firm and futures peaked with in 10 minutes after opening of the session. This brief upside movement is followed by sharp long liquidation taking futures down in to negative zone. Futures however, managed to stay just above unchanged level for most of the time during first half. Futures fell back in to red zone just before 14.00 hrs and could not retreat from this zone till closing. Futures saw substantial downward movements later in the session setting bottom near 16.10 hrs.

Price Drivers

Bullish

Low Delivery intentions against May month

Bearish

Good stock in physical & NCDEX warehouses
Slowed Demand from consumer end

Weather

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

TECHNICALS

Dark candlestick body has formed long day pattern and small shadows either side indicate strong downside potential. Prices closed far below both the 9-days and 18-days EMA. MACD is running flat and is in positive territory. Stochastic oscillator is dipping downward and is in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
May	1902	1892	1924	1936
June	1988	1948	2091	2154

TRADE RECOMMENDATION:

Short June near 2030 with target towards 2000, Second target 1985... Put SL at 2050.

Spot Market Prices of Tur

(Rs/qrtl)

Origin/Grade	Center	15.05.06	13.05.06	Change
Burmese Lemon	Mumbai	1925	1925	-
Burmese Lemon	Delhi	2000	2050	-50
Maharashtra tur	Delhi	2050	2100	-50
Karnataka tur	Delhi	2200	2225	-25
Red tur	Gulbarga	1900	1925	-25
Fatka Dall	Gulbarga	2750	2800	-50
Red Tur	Latur	2040-2060	Closed	-
White Tur	Latur	2050-2090	Closed	-
Red	Jalna	1900-1925	Closed	-
White	Jalna	1950	Closed	-
BDM	Jalna	2000	Closed	-
Marathwada	Akola	2020-2025	2020-2025	-
Vidarbha	Akola	1990-2015	1990-2015	-
Local Tur	Vijaywada	1775-1800	1800-1825	-

Others

Moong

Moong prices continued to see steady trend. There were reports of starting of small crop in Uttar Pradesh. Crop duration of moong is short, so small crop of moong is taken in spring season in some areas of UP, MP and Chattisgarh, which helped placating the domestic shortage.

Spot Market Prices of Moong (Rs/qttl)

Origin/Grade	Center	15.05.06	13.05.06
Shekhavati	Delhi	3650	3650
Kishangarh	Delhi	3600	3600
Medta/Bisao	Delhi	3800	3850
Desi	Indore	3400-3600	3500-3700
Desi	Jalna	3200-3300	Closed
Desi	Akola	3500	3400-3500

PEAS

Peas markets featured mixed trend. Actual trade is low, but firm trend in chana helped it ruling steady at higher prices. Prices are lucrative enough to keep importers' interest alive.

Spot Market Prices of Pea (Rs/qttl)

Center	15.05.06	13.05.06
Mumbai	1350-1355	1325-1330
Kanpur	1330	1351

Masoor

There was no oomph in masoor markets. Both outstation and local demand remained dull after recent rise in its prices. Buyers see these gains mere speculative and opted to wait until prices ease ahead. Demand for the same has also not been good on export front.

Spot Market Prices of Masoor (Rs/qttl)

Center	15.05.06	13.05.06
Delhi-MP/kota Line	2100	2150
Delhi- UP/Sikari	2600	2650
Kanpur local mill delivery	2015-2020	2030-2040
Kanpur new-Braeilly Delivery	2100	2120-2125
Kanpur- new Malka Dal	2350	2300-2350
Indore- Masra	1990	2010
Indore- Masoor New	1980	2000
Indore- Medium New	1900	1900
Bahraich-Masoor	2740	2750
Bahraich-Export Chanti	3175	3125
Kolkata (Truck delivery)	3500	3500
Masur Dal	3000-3200	3000-3200

International Prices (\$/ton)

Quality	15.05.06
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 Anneswar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Burmese Kabuli Chickpea Chennai/Mumbai	645

Portwatch

No pulses vessel reported.

Forex- 1 US\$ - INR 45.390

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