

PULSES DAILY

June 01, 2006

URAD

FUNDAMENTALS

Trading in urad markets has slowed with big ease in its prices. According to traders, market has overdone the monsoon factor. Advancement of monsoon is satisfactory so far and it has extended to interiors of northern Karnataka and south of Maharashtra. Impact was larger than expected as advancement of monsoon coincided with couple of vessels reaching at Mumbai port from Burma. According to traders, sowing of urad has not yet started and still there is substantial time for fresh harvest to be available in markets.

Futures Market Commentary

Urad June contract opened in upbeat mood, but could not maintain this momentum during the day. Most of the day Urad June contract spent in negative zone. Futures saw the day's low at 2831 near 15.10 hrs. Urad June contract eventually ended the day off Rs 36 at Rs 2879 per qtl.

Price Drivers

Bullish

Dwindling inventories in Southern States
Reserved selling by stockists

Bearish

Arrival of imported cargo from Myanmar
Timely onset of monsoon

Weather

Monsoon has entered into interior of northern Karnataka and southern Maharashtra gradually. Early monsoon will facilitate early sowing.

TECHNICALS

NCDEX -June Contract

Candlestick body has formed 'short day' pattern and relatively big lower shadow shows limited downside potential. Prices closed below both the EMAs. MACD is in negative territory and falling further downward. Stochastic oscillator is still giving bearish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2830	2781	2879	2929	2979
July	2803	2753	2852	2900	2947

TRADE RECOMMENDATION:

Buy June contract near 2875 with target towards 2930.
Second target 2950. Put SL at 2850

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	31.05.06	30.05.06	Change
Burma Faq	Mumbai	3025-3100	3131	-30
Burma Faq	Delhi	3250-3275	3250-3275	-
Desi	Akola	3250	3100-3200	+50
Desi	Indore	3100	3250	-150
Desi	Vijaywada	Closed	Closed	-

CHANA

FUNDAMENTALS

Downtrend seems to have halted in chana markets, as selling dried with recent ease in its prices. Traders blame impulsive selling by small stockists for ease in its prices in recent. Reports of satisfactory advancement of monsoon created nervousness among stockists. Also, people were wary of reports for likely increase in shipments from overseas markets late this year. Although increase in acreage under chickpea is likely in exporting nation, but analysts do not see any relief to consumers with this import, Chana crop this year is substantially short in Pakistan, so, demand for chana from these countries is expected to remain good from Pakistan. Still Australians are quoting its CNF prices for shipment in October at \$485 per ton up against \$365 per ton a year ago.

Futures Market Commentary

Chana June contract featured roller-coaster trend during the day. Futures kept banging with unchanged levels through the day. Futures saw its high at 2466 for today before noon. Most of the time futures kept doing aerobics in positive zone. June contract finally concluded the day up 6 points at 2442.

Price Drivers

Bullish

Reserved selling by stockists

Bearish

Subdued demand from consumers' end

Early onset of Monsoon

Weather

Monsoon is progressing well in South. Chana itself is rabi crop, but good sowing of other pulses might have negative impact on it.

TECHNICALS

NCDEX -June Contract

Candlestick body has formed 'doji' reflecting indecisiveness in the market. Volatility today was low compared to previous two sessions. Both the 9-days and 18-days EMA remained above price line. Stochastic is in oversold zone, but there is no sign of reversal in trend. MACD is in negative zone and dipping further downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2420	2399	2442	2465	2489
July	2532	2509	2554	2581	2607

TRADE RECOMMENDATION:

Buy June contract near 2440 with target of 2460. Second target 2470. Put SL at 2425.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	31.05.06	30.05.06	Change
Rajasthan Desi	Delhi	2400	2370-2375	+25
MP Desi	Delhi	2380	2365	+15
Kantewala	Indore	2315-2320	2270-2275	-40
Desi	Gulbarga	2150	2200	-50
Gauran	Latur	2100	2100-2125	-
Annagiri	Latur	2200	2200-2225	-
G-12/Vijay	Latur	2150	2150	-
Gauran	Jalna	2200	2200-2225	-
Pila	Jalna	2250-2275	2300	-25
Mixed	Akola	2290	2250	+40
Chapa	Akola	2340	2275	-65
Desi	Kanpur	2380-2400	2380-2390	-

TUR

FUNDAMENTALS

Traders in Tur markets seem to have lost all optimism for its friendly perspective ahead. Stock of desi tur still is good. Vessels of lemon tur have been arriving continuously from Burma. According to traders, quality of imported tur is not satisfactory, so the demand for the same is weak in domestic markets. Also, the differential between domestic and imported cargo had narrowed substantially, which has led to increased preference of local consumer for domestic produce. Imported turis preferred for its low prices compared to domestic produce. So, traders fear that importers will most likely be keener in giving deliveries at NCDEX.

Futures Market Commentary

Lemon tur June contracts opened lower versus yesterday closing and futures bottomed out with in first hour. June contract touched its bottom for today at 1753 near 10.55 hrs. Though futures made small recovery, but could not even reach near the unchanged levels. Lemon tur June contract ended the day off 62 points at Rs 1769 per qtl.

Price Drivers

Bullish

Emerging demand for desi tur

Bearish

Arrival of imported cargo from Myanmar

Early advancement of monsoon

Weather

Monsoon is advancing well in south. Early arrivals will facilitate early sowing. All eyes are on the monsoon now.

TECHNICALS

NCDEX -June Contract

Dark candlestick body with opening 'Marubozu' and relatively small lower shadow reflects strong bearish pattern. Prices closed below both the 9-days and 18-days EMA. MACD is in negative territory and falling further downward. Stochastic oscillator is in oversold zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1738	1707	1769	1815	1861
July	1792	1764	1820	1863	1906

TRADE RECOMMENDATION:

Sell June contract near 1775 with target towards 1750, second target 1735. Put SL at 1790.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	31.05.06	30.05.06	Change
Burmese Lemon	Mumbai	1725	1750	-25
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1975	1975	-
Karnataka tur	Delhi	2050	2050	-
Red tur	Gulbarga	1825	1850	-25
Fatka Dall	Gulbarga	2650	2700	-50
Red Tur	Latur	1850-1906	1925-2000	-20
White Tur	Latur	1850-1975	1850-1950	-
Red	Jalna	1800-1825	1825-1850	-
White	Jalna	1850-1900	1900-1925	-
BDM	Jalna	1925-1950	1950-1975	-
Marathwada	Akola	1880-1885	1880-1890	-
Vidarbha	Akola	1850	1870-1875	-20
Local Tur	Vijaywada	Closed	Closed	-

Others

Moong

Monsoon factor continued putting cap on bullish disposition in moong markets. Sporadic harvest of summer moong crop has helped replenishing the domestic stocks. Also, its import has been continuing from Burma at irregular intervals. Sowing of the same is likely to start soon in Southern states.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	31.05.06	30.05.06
Shekhavati	Delhi	3300	3300
Kishangarh	Delhi	3350	3350
Medta/Bisao	Delhi	3350	3350
Desi	Indore	3000-3200	3000-3300
Muglai	Jalna	NA	3000
Chamki	Akola	3050-3100	3100

PEAS

Firm sentiments in chana helped underpinning values of pea. Stocks of domestic produce has already been depleted due to its voracious demand from lower middle class people, as cost of other pulses have been very high this year.

Spot Market Prices of Pea (Rs/qtl)

Center	31.05.06	30.05.06
Mumbai	1250-1260	1251
Kanpur	1290-1300	1310

Masoor

Masoor markets continued to see steady to weak trend. Demand for the same has declined due to increased availability of other cheaper alternatives. Increased availability of imported peas in eastern markets has also been blamed for its curtailing demand from that zone.

Spot Market Prices of Masoor (Rs/qtl)

Center	31.05.06	30.05.06
Delhi-MP/kota Line	1900-1950	1900-1950
Delhi- UP/Sikari	2425	2425-2450
Kanpur local mill delivery	1950-1960	1950-1960
Kanpur new-Braeilly Delivery	2000-2020	2025
Kanpur- new Malka Dal	2225-2240	2225-2250
Indore- Masra	1875-1880	1900
Indore- Masoor New	1875	1890
Indore- Medium New	1800	1800
Bahraich-Masoor	2675	2675
Bahraich-Export Chanti	3075	3075
Kolkata (Truck delivery)	3400	3400
Masur Dal	3050	3050

International Prices (\$/ton)

Quality	31.05.06
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
Australian Chickpea Chennai/Mumbai	470-475

Port watch

`Dragonis' from Yangon has berthed at Mumbai Port and continues to deliver 14,800 MT of pulses. Mumbai Port is receiving 14,500 MT of pulses from the vessel `Yaad E Mostafa'. The cargo was loaded from Yangon. Able Marine agents is handling these vessels. The port is expecting `Bounty 7' to deliver 8,500 MT of pulses. The cargo was loaded from Yangon. Able Marine agents will be handling the vessel.

Kolkata Port is expecting `African Protea' to deliver 22,000 MT of peas. B Ghose agents will be handling the vessel.

Forex- 1 US\$ - INR 46.190

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