

PULSES DAILY

May 29, 2006

URAD

FUNDAMENTALS

Traders in physical markets appeared less apprehensive against weather reports. Monsoon is advancing well. Early rains will facilitate early sowing. Farmers are very keen in urad this season due to good realization against last year crop. Production of urad is expected to remain good given weather remains favourable ahead. According to traders, there is in not much left in stocks and prices also are high in international markets. CNF prices for Burmese Urad at Mumbai port were last quoted at \$660 per ton. Indigenous new crop would not be available before September.

Futures Market Commentary

Opening of urad June contract was weak, but futures were highly volatile in the starting. Futures set both high and low for the day with in one minute after opening of the session. Such extremities are possible in current situation, when volume is very low and participants are limited. Futures, however, later in the session got trapped in narrow range and eventually ended the day in upbeat mode. Urad June contract ended up 33 at Rs 3086 per qtl.

Price Drivers

Bullish

Dwindling inventories in Southern States

Bearish

Arrival of imported cargo from Myanmar

Timely onset of monsoon

Weather

Monsoon has reached Kerala 7-days ahead of its schedule and progressing well. Karnataka and Maharashtra should see timely arrival of monsoon.

TECHNICALS

NCDEX -June Contract

Candlestick body has formed short day pattern. Big upper shadow shows underlying weakness in the market. Prices closed below both the 9-days and 18-days EMA. MACD is still in negative territory. Stochastic oscillator is heading upward in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	3021	2957	3086	3150	3215
July	2995	2953	3038	3100	3163

TRADE RECOMMENDATION:

Buy June contract near 3090 with target towards 3125.
Second target 3140. Put SL at 3070

Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	27.05.06	26.05.06	Change
Burma Faq	Mumbai	3225	3250	-25
Burma Faq	Delhi	3400	3400	-
Desi	Akola	NA	NA	-
Desi	Indore	Closed	3200	-
Desi	Vijaywada	3600	3575-3600	-

CHANA

FUNDAMENTALS

Chana markets continued to see range-bound trading. Infrequent reports of chana export to Pakistan did not let the bulls to lose courage. Demand however remained subdued in domestic markets. According to traders, average 200 containers (20 ton each) are going to Pakistan each month. According to traders, prices are very lucrative globally, which will boost sowing in major exporting nations like Canada, Australia etc Farmers in Canada are inclined towards chickpea, as Kabuli chana was the only commodity there last year of which average prices did not fall to record low like other agricultural commodities. Since, prices in our country are very lucrative this season, we might see good consignments late this year.

Futures Market Commentary

Opening for chana June contract although was weak, futures soon recovered from the bearish mode and set day's high before 10.15 hrs. Futures for most of the day remained red and eventually ended the day off 8 points at Rs 2521 per qtl. July remained most active contract.

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 has formed 'doji' depicting lack of conviction and little price-action in the market. Prices closed below both the 9-days and 18-days EMA. MACD has made centerline crossover, which is a possible signal for reversal in trend. Stochastic oscillator is tipping with %d line in neutral zone. RSI is giving slightly bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2499	2478	2521	2542	2564
July	2617	2593	2640	2661	2681

TRADE RECOMMENDATION:

Buy June contract near 2520 with target of 2545.
Second target 2565. Put SL at 2505.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	27.05.06	26.05.06	Change
Rajasthan Desi	Delhi	2460-2465	2450-2470	-
MP Desi	Delhi	2420-2425	2420-2440	-
Kantewala	Indore	2350-2360	2350-2375	-
Desi	Gulbarga	Closed	2250	-
Gauran	Latur	Closed	2200	-
Annagiri	Latur	Closed	2275	-
G-12/Vijay	Latur	Closed	2250	-
Gauran	Jalna	Closed	2250	-
Pila	Jalna	Closed	2300	-
Mixed	Akola	2335-2340	2350	-10
Chapa	Akola	2375	2400	-25
Desi	Kanpur	2425-2430	2450	-20

TUR

FUNDAMENTALS

Sentiments are improving in tur on ideas that market was oversold. Quality of imported tur is not satisfactory, so traders in domestic markets are still optimistic about likely improvement in off-take of domestic produce in coming days. Demand presently is low in domestic markets, but stockists are in no hurry. Since crop-duration of tur is six months, new crop will not be available before December. Sowing of the tur will start early next month. Progress of monsoon has been satisfactory so far.

Futures Market Commentary

Lemon tur June contract opened in an abnormal fashion. Futures opened firm gapping higher versus yesterday closing and set out falling immediately after opening and plunged into negative territory. Futures set bottom with in first 30 minutes and subsequently futures started moving higher steadily. This up trend continued till late in the session.

Price Drivers

Bullish

Emerging demand for desi tur

Bearish

Arrival of imported cargo from Myanmar

Early onset 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

Candlestick body with relatively small shadows on either side shows strength in the existing bullish pattern. Prices closed below both the EMAs. MACD is still having southward slant and is in negative territory. Stochastic oscillator is in oversold zone. RSI is giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1880	1849	1910	1929	1947
July	1940	1904	1976	1997	2018

TRADE RECOMMENDATION:

Buy June contract near 1910 with target towards 1930, second target 1945. Put SL at 1895.

Spot Market Prices of Tur

(Rs/qtyl)

Origin/Grade	Center	27.05.06	26.05.06	Change
Burmese Lemon	Mumbai	1800-1825	1800	-
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2050	2050-2075	-
Karnataka tur	Delhi	2150	2150-2175	-
Red tur	Gulbarga	Closed	1925	-
Fatka Dall	Gulbarga	Closed	2750	-
Red Tur	Latur	Closed	1965-2000	-
White Tur	Latur	Closed	1950-1980	-
Red	Jalna	Closed	1850-1875	-
White	Jalna	Closed	1900-1925	-
BDM	Jalna	Closed	2000	-
Marathwada	Akola	1960-1965	1975	-10
Vidarbha	Akola	1930-1935	1950	-15
Local Tur	Vijaywada	1775	1770-1775	-

Others

Moong

Small cargos of moong have been arriving from overseas markets at irregular intervals. With the increased availability of summer crop and dwindling demand at higher prices, frequency of its import is likely to fall further. Further, sowing of the same will start early next month in south.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	27.05.06	26.05.06
Shekhavati	Delhi	3350	3350
Kishangarh	Delhi	3400	3400
Medta/Bisao	Delhi	3400	3400
Desi	Indore	Closed	3000-3300
Muglai	Jalna	Closed	3300
Chamki	Akola	3100-3200	3300

PEAS

Peas markets continued to see steady trend. Stock of imported good is dwindling, as frequency of its import has declined in recent few months. Perspectives for the same are good ahead, we may see higher import of peas this season on year basis. Sowing of peas is likely to start in exporting nations soon.

Spot Market Prices of Pea (Rs/qty)

Center	27.05.06	26.05.06
Mumbai	1281	1271-1281
Kanpur	1330	1330

Masoor

Masoor markets observed weak trend. Traders blame seasonality for decline in its off-take. Demand conventionally remained low during this period of time. Reason for low demand in international market is our uncompetitive prices versus western nations.

Spot Market Prices of Masoor (Rs/qty)

Center	27.05.06	26.05.06
Delhi-MP/kota Line	2075	2075
Delhi- UP/Sikari	2500	2500
Kanpur local mill delivery	1970	1980
Kanpur new- Braeilly Delivery	2020	2035-2040
Kanpur- new Malka Dal	2250-2275	2250-2270
Indore- Masra	Closed	1970
Indore- Masoor New	Closed	1960
Indore- Medium New	Closed	1850
Bahraich-Masoor	2675	2675-2680
Bahraich-Export Chanti	3075	3075
Kolkata (Truck delivery)	3400	3400
Masur Dal	3050	3050

International Prices (\$/ton)

Quality	27.05.06
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

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 the vessel. The port is expecting 'Dragonis' and 'Bounty 7' to deliver 14,800 MT and 8,500 MT of pulses respectively. The cargo was loaded from Yangon. Able Marine agents will be handling these vessels.

Forex- 1 US\$ - INR 45.850

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