

Pulses

May 12, 2006

- Nerve Easing in Chana Markets
- Sentiments Steady in Urad Markets

TECHNICAL ANALYSIS

(NCDEX)

Outlook-Short Term

Commodity: URAD

Market Commentary

Urad June contract opened firm gapping up against yesterday closing. Futures touched the day's high within 5 minutes after opening of the session. Steady downhill movements pulled futures far off day's high and trapped in narrow range during mid-hours. Futures moved both side of unchanged level during mid session. June urad contract ended off 4 points at Rs 3370 per qtl.

Indicators

Dark candlestick body has formed short day pattern and small lower shadow shows strong downside potential. Prices closed above both the 9-days and 18-days EMA. MACD is heading upward. %k line is tipping with %d line and is in overbought zone.

Market advice:

Risk bearer should short near 3370 with target towards 3340. Second target could be 3305. Put SL at 3390.

NCDEX JUNE CONTRACT

Urad 0606(NCURMM6)2006/05/11 - Daily B:3365.00 A:3370.00
O 3399.00 H 3450.00 L 3362.00 C 3370.00 V 18,300 I 22,680 -2
EMA(9) 3262.3 (18) 3214.9



Urad Future Closing price

Contract	10.05.06	11.05.06	Chg	Daily Spread %
May	3361	3365	+4	0.12
June	3366	3370	+4	0.12

Expected Support and Resistance Levels

Contract	Supports	Resistances
NCDEX June	3338	3426
	3306	3482
	3250	3514

Commodity: CHANA

Market Commentary

Chana June contract featured roller-coaster trend through the day. Futures remained mostly in negative territory. Futures peaked within 20 minutes after opening of the session. Long liquidation thereafter pulled futures off day's high. Steady downtrend persisted till late in the session. Futures set day's bottom near 14.45 hrs. Futures managed to recover from negative zone by end of the session and ended the day up 3 points at 2698.

Indicators

'Spinning top' formation by candlestick body shows little price-action. Prices closed above both the 9-days and 18-days EMA. MACD is in positive territory and heading upward. %k line is curving downward and is in overbought zone.

Market advice:

Risk bearer should short near 2700 with target towards 2665. Second target could be 2630. Put SL at 2720.

NCDEX JUNE CONTRACT



Chana Future Closing price

Contract	10.05.06	11.05.06	Chg	Daily Spread %
May	2577	2575	-2	0.08
June	2695	2698	+3	0.11

Expected Support and Resistance Levels

Contract	Supports	Resistances
June	2665	2735
	2633	2773
	2595	2805

Commodity: TUR

Market Commentary

Tur Lemon June contract opened firm and reached to the day's high within 10 minutes after opening of the session. This initial rally is followed by sharp liquidation, which persisted till futures bottomed out to 2103 before noon. Slight improvement with short covering at lower levels thereafter could not help much and futures kept hanging in the negative territory all through the remaining session. June contract eventually ended the day off 29 at Rs 2117 per qtl.

Indicators

Dark candlestick body with small shadows on either side shows freshly emanating weakness in the contract. MACD is rising upward and is in positive territory. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is coming down and is in neutral zone.

Market advice:

Risk bearer should short near 2120 with target towards 2090. Second target could be 2065. Put SL at 2135.

NCDEX JUNE CONTRACT



Lemon Tur Future Closing price

Contract	10.05.06	11.05.06	Chg	Daily Spread %
May	1985	1970	-15	0.75
June	2146	2117	-29	1.35

Expected Support and Resistance Levels

Contract	Supports	Resistances
June	2091	2155
	2065	2193
	2027	2219

DOMESTIC MARKET COMMENTARY

Urad Trade Analysis

Urad markets continued to hold higher levels. There was not much change in fundamentals. Crop in past rabi season was undoubtedly good in AP, of which traders said that more than 50% had been sold out. For the remaining, stockists are betting on weather. Import has been irregular due to increased volatility and higher prices in domestic markets. Sowing of urad will start by next month. Sowing of Karnataka, Maharashtra and AP will start with onset of monsoon, where farmers are highly inclined towards this crop. Traders are expecting levels to move in the existing range in the medium term.

Urad Price Change in Delhi (Rs/qtt)

Quality	10.05.06	11.05.06	Change
Burmese Faq	3600	3600	-
Local Grade-Maharashtra	-	-	-

Urad Price Change in Mumbai

Quality	10.05.06	11.05.06	Change
Burmese Faq	3425	3441	+15

Urad Price Changes at Secondary Centers

Centers	10.05.06	11.05.06	Change
Vijaywada	3550	3550-3575	-
Gulbarga	-	-	-
Latur	NA	NA	-
Akola (Motor Cut)	3350-3400	3400-3450	-
Indore	3400	3400	-

Tur Trade Analysis

With the narrowing difference between imported and domestic cargos, traders are getting optimistic about improvement in demand for domestic cargos. Quality of imported good as reported is slightly inferior. Millers are finding hard in retailing of processed good of imported pulses in northern market. So, traders in south India are expecting fresh demand from northern India.

Tur Prices in Mumbai

Quality	10.05.06	11.05.06	Change
Burmese Lemon Spot	1925	1950	+25

Tur Price Change in Delhi

Quality	10.05.06	11.05.06	Change
Burmese Lemon	2050	2050	-
Maharashtra Line	2100	2100	-
Karnataka	2225	2225	-

Tur Prices at Other Important Center

Centers	10.05.06	11.05.06	Change
Gulbarga-red tur	1950	1950	-
Gulbarga-Fatka Dal	2850	2850	-
Latur Red Tur (Mh Line)	2040-2075	2060	-
Latur White Tur (Mh Line)	2050-2100	2030	-20
Jalna Red	1900-1925	1925	-
Jalna White	1975-2000	2000	-
Jalna BDM	2025-2050	2050	-
Akola Red Marathwada Line	2000-2050	2060	+10
Akola Red Vidarbha Line	2025-2030	2030	-
Vijaywada-Tur Local	1825	1800-1825	-

Moong Trade Analysis

Slowed import coupled with bullish trend in other markets helped underpinning moong prices at higher levels. Import of the same has been slowed due to increased volatility in domestic markets. Stock is short in all the markets. Sowing of the same will start after monsoon rains only. Domestic demand and imported cargo will command the domestic dynamics till next season harvest.

Moong Prices in Delhi (Rs/qtt)

Quality	10.05.06	11.05.06	Change
Shekhavati	3650	3650	-
Kishangarh/Kekdi	3600	3600	-
Medta/Bisao	3750-3800	3800	-

New Mung Mandi Prices at Other Important Centres

Centers	10.05.06	11.05.06	Change
Indore	3500	3500	-
Jalna	3200-3250	3200-3300	-
Akola	3250-3300	3200-3400	-

Chana

Nervousness was seen higher in chana markets at increased prices. According to traders, people are nervous

about fate of chana that has piled in Delhi and interior markets of Rajasthan. Off-take of chana from consumers' end has declined due to higher prices. With rising clamors over involvement of some unethical class of investors in commodity markets, genuine traders looks at sudden rise in chana prices more suspiciously. Chana prices have come up very fast in recent weeks, traders do not rule out possibility of manipulation in this market.

Desi Chana Prices in Delhi And Indore

Quality	10.05.06	11.05.06	Change
Rajasthan	2575-2600	2500-2525	-50
MP new Crop	2500	2500	-
Indore New	2400-2425	2425-2430	-

Gram Prices at Secondary Centers

Centers	10.05.06	11.05.06	Change
Gulbarga New	2150	2200-2250	+50
Latur (Gauran)	2100	2350	+250
Latur (Annagiri)	2200-2250	2475	+225
Latur (G-12)	2150-2200	2350-2400	+150
Jalna (Gauran)	2200-2250	2300	+50
Jalna (Pila)	2300-2325	2350	+25
Akola (Mixed) motor cut	2411	2400	-10
Akola new (Chapa) motor cut	2450	2440-2450	-
Kanpur	2475-2500	2500	-

Masoor Trade Analysis

Masoor markets featured mixed trend. According to traders, crop of chotti masoor this year was short due to less friendly weather during critical crop stages. Demand for the same was routine from the eastern markets. According to traders, prices of masoor have appreciated enough to accommodate the shortage factor and rule out possibility of big jumps ahead.

Lentil Price Movement in Delhi/Indore/UP

Centers	10.05.06	11.05.06	Change
Delhi-MP/kota Line	2100	2150	+50
Delhi- UP/Sikari	2600	2650	+50
Kanpur local mill delivery	2070	2050	-20
Kanpur new- Braeilly Delivery	2140	2130	-10
Kanpur- new Malka Dal	2350-2375	2375	-
Indore- Masra	2000	2020-2025	+20
Indore- Masoor New	1990	2010	+20
Indore- Medium New	1900	1900	-

Bahraich-Masoor	2725	2800	+75
Bahraich-Export Chanti	3075	3100	+25
Kolkata (Truck delivery)	3450	3550	+10
Masur Dal	2900-3200	3000-3300	-

Field Pea Trade Analysis

Peas markets also observed mixed trend. Demand for the same has been slowed with increase in its prices in physical markets. Traders, however, optimistic about its long term perspectives. Owing to increased volatility and prices of chana, demand for the same is likely to remain good for mixing from the besan-manufacturing units.

Peas Price Movement (Rs/qtt)

Centers	10.05.06	11.05.06	Change
Kanpur New	1360	1350	-10
Mumbai	1320	1351	+30

FOREX

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.070
European Union	Euro	57.450
United Kingdom	GBP	83.670

PORT-WATCH (Latest)

No pulses vessel reported.

International Prices (\$/ton)

Quality	11.05.06
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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