

PULSES DAILY

May 20, 2006

URAD

FUNDAMENTALS

There was no fresh fundamental news. Stockists are still obstinate quoting higher for their produce. According to traders, more than 50% of crop in southern states has been sold out. Burmese, who have been finding other avenues for export, squarely cornered the amendments made at Indian commodity exchanges. Few consignments although are coming from Myanmar next week, locals are least bothered about imported cargos. Import from Myanmar is routine feature during this period of time. Stock of urad is not very big and next crop unlikely to be available before September. So, stockists seem in no haste and would like to see the mood of weather first.

Futures Market Commentary

Opening of urad June contract was weak, but toiled to come out from this bearish mode after both sided movements during initial hours. After 11.40 hrs, futures set off moving higher to never dip again in negative zone. Urad futures ended the day up 98 points at Rs 3215 per qtl.

Price Drivers

Bullish

Dwindling inventories in Southern States

Bearish

Due Consignments from Burma

Early onset of Monsoon

Weather

Monsoon has already hit the Andaman Island. Karnataka and Maharashtra might see timely arrival of monsoon.

TECHNICALS

NCDEX -June Contract

White candlestick body with opening 'Marubozu' and relatively small upper shadow shows strength in existing bullish pattern. Prices closed above both the 9-days and 18-days EMA. MACD is slanting southward and is in negative territory. %k line is tipping with %d line and is just above oversold zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
May	3132	3049	3215	3266	3317
July	3132	3055	3210	3255	3301

TRADE RECOMMENDATION:

Buy contract near 3220 with target towards 3250. Second target 3270. Put SL at 3205

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	19.05.06	18.05.06	Change
Burma Faq	Mumbai	3325	3280-3325	-
Burma Faq	Delhi	3525	3525	-
Desi	Akola	3000-3500	3000-3500	-
Desi	Indore	3000-3400	3000-3400	-
Desi	Vijaywada	3625	3550	+75

CHANA

FUNDAMENTALS

There was no oomph in chana markets, as demand remained subdued in physical markets. Increased volatility is common near expiry of front month at commodity exchanges. People are in mood to wait till next week for true appraisal of the markets. Demand albeit is low in domestic markets, stockists are expecting good demand for the same from Pakistan, where production this year has fallen short to 3.5 lakh ton against more than 10 lakh ton last year. Pakistan conventionally imports from Australia, Canada, Ethiopia etc, Indians are optimistic about its demand from India to remain good due to competitive prices and proximity factor.

Futures Market Commentary

Chana futures opened in negative zone and held up there for long in the first. There was strong resistance at 2535, which futures breached once for a while before 12.45 hrs. Futures fairly infringed this level near 12.45 hrs and set out rising higher steadily for rest of the day. Chana June futures ended up 91 points at Rs 2626 per qtl.

Price Drivers

Bullish

Reports of export to Pakistan

Bearish

Subdued demand from consumers' end

Good stocks in key markets

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

NCDEX -June Contract

Candlestick body has formed 'bullish engulfing' pattern. Small shadows on either side shows strength in existing pattern. Both the EMAs are below price-line. MACD is leaning southwardly and is in positive territory. Stochastic oscillator is giving bearish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2540	2454	2626	2672	2718
July	2647	2553	2741	2788	2835

TRADE RECOMMENDATION:

Buy near 2620 with target of 2650. Second target 2670. Put SL at 2605.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	19.05.06	18.05.06	Change
Rajasthan Desi	Delhi	2450-2460	2450	-
MP Desi	Delhi	2400-2410	2400	-
Kantewala	Indore	2375-2380	2370-2375	-
Desi	Gulbarga	2250	2250	-
Gauran	Latur	2150	2200	-50
Annagiri	Latur	2275	2325	-50
G-12/Vijay	Latur	2225-2250	2275-2300	-25
Gauran	Jalna	2225-2250	2275-2300	-25
Pila	Jalna	2300	2350	-50
Mixed	Akola	2400	2375	+25
Chapa	Akola	2450	2425	+25
Desi	Kanpur	2410-2415	2425-2430	-10

TUR

FUNDAMENTALS

Tur markets featured firm trend. Hopes for likely issuance of government tenders for purchase of tur next month and losing interest of local millers in imported tur on quality concern kept the locals in upbeat mood. Prices already have come down substantially, which trades feel are overdone and see room for improvement in its prices in coming days. Dynamics next month, however, will depend upon progress of monsoon, which so far has been satisfactory.

Futures Market Commentary

Lemon tur futures opened firm, but kept moving either side of unchanged levels in a narrow range till noon. Futures started moving higher after 12.00 hrs to peak within next 70 minutes. High scale profit booking near high pulled futures steadily downward in the next couple of hours, but futures remained in the positive zone. June contract eventually ended the day up 32 points at Rs 1998 per qtl.

Price Drivers

Bullish

Likely issuance of tender for purchase by govt in June

Bearish

Due consignments from Burma

Good stocks of local produce

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

'Spinning top' formation by candlestick body shows little price action. Prices closed below both the 9-days and 18-days EMA. MACD is moving downward and is in negative territory. Stochastic oscillator is in oversold zone and heading further downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1967	1935	1998	2025	2051
July	2012	1979	2045	2074	2103

TRADE RECOMMENDATION:

Buy near 2000 with target towards 2020, second target 2035. Put SL at 1985.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	19.05.06	18.05.06	Change
Burmese Lemon	Mumbai	1825-1850	1875	-25
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2075-2100	2075	-
Karnataka tur	Delhi	2175-2200	2175	-
Red tur	Gulbarga	1925	1925	-
Fatka Dall	Gulbarga	2800	2800	-
Red Tur	Latur	2000	2000-2027	-
White Tur	Latur	1950-2000	1915-1991	-
Red	Jalna	1900-1925	1925-1950	-
White	Jalna	1925-1950	2000	-50
BDM	Jalna	2000	2025	+25
Marathwada	Akola	2050	2000-2050	-
Vidarbha	Akola	2025	2000-2025	-
Local Tur	Vijaywada	1800	1800	-

Others

Moong

Reports of small harvest continuing in some areas of Uttar Pradesh (Kanpur belt) and south Madhya Pradesh kept moong markets in bearish mode. Sowing of kharif moong will start from next month with the start of monsoon. Traders are expecting good crop this year, if weather remains favorable in coming months, as farmers are highly inclined towards this crop.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	19.05.06	18.05.06
Shekhavati	Delhi	3400	3400
Kishangarh	Delhi	3450	3450
Medta/Bisao	Delhi	3500	3500
Desi	Indore	3200-3500	3200-3500
Muglai	Jalna	3500-3700	3700
Chamki	Akola	3400	3200-3500

PEAS

Peas markets continued to see steady trend. Traders are expecting its import to remain up on year basis. Apart from domestic demand, slight rise in freight and appreciating dollar versus INR has been blamed for high cost of imported cargos.

Spot Market Prices of Pea (Rs/qtl)

Center	19.05.06	18.05.06
Mumbai	1311-1321	1315-1320
Kanpur	1320	1320-1325

Masoor

Masoor markets continued to see weak trend. Arrivals have increased in UP and MP markets with the opening up of weather. Rains in recent had affected arrivals of masoor. Though arrivals are increasing demand for the same remained subdued in the domestic and international markets.

Spot Market Prices of Masoor (Rs/qtl)

Center	19.05.06	18.05.06
Delhi-MP/kota Line	2100	2100
Delhi- UP/Sikari	2500	2500
Kanpur local mill delivery	1980	2000
Kanpur new- Braeilly Delivery	2040-2050	2055-2060
Kanpur- new Malka Dal	2280	2300
Indore- Masra	1980	1970
Indore- Masoor New	1970	1960
Indore- Medium New	1850	1850
Bahraich-Masoor	2700	2725
Bahraich-Export Chanti	3150	3175
Kolkata (Truck delivery)	3500	3500
Masur Dal	3000-3200	3000-3200

International Prices (\$/ton)

Quality	19.05.06
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

No pulses vessel reported.

Forex- 1 US\$ - INR 45.460

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