

PULSES DAILY

May 31, 2006

URAD

FUNDAMENTALS

Reports of Burmese vessels reaching at Mumbai port kept investors little nervous. Arrival of imported cargos though is a common phenomenon at this period of time. Apart from this satisfactory movement of monsoon was another bearish item. Monsoon has entered into southern Karnataka and gradually advancing northwardly. Since, realization was good against last year crop, traders do not rule out possibility of increase in its acreage, but decline to ignore the immediate shortage. Fresh crop will unlikely to be available before September.

Futures Market Commentary

Starting of Urad June contract although was weak, futures managed to get out of negative zone soon. But futures could not stay long in positive zone for long and dipped back into negative territory. Futures set bottom at 2852 near 15.05 hrs. Though futures came up 2900 mark before closing, but ended the day in red. Urad June contract ended off 55 points at Rs 2915 per qtl.

Price Drivers

Bullish

Dwindling inventories in Southern States

Bearish

Arrival of imported cargo from Myanmar

Timely onset of monsoon

Weather

Monsoon has entered into Southern Karnataka and advancing northwardly gradually. Karnataka and Maharashtra should see arrival of monsoon in first fortnight of June.

TECHNICALS

NCDEX -June Contract

Prices closed below both the 9-days and 18-days EMA. Big lower shadow shows limited downside potential. MACD is in negative territory and moving further downward. %K line has made bearish crossover with %d line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2850	2784	2915	2983	3050
July	2802	2729	2875	2938	3001

TRADE RECOMMENDATION:

Buy June contract near 2910 with target towards 2935. Second target 2950. Put SL at 2895

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	30.05.06	29.05.06	Change
Burma Faq	Mumbai	3131	3150	-20
Burma Faq	Delhi	3250-3275	3300	-25
Desi	Akola	3100-3200	NA	-
Desi	Indore	3250	3000-3300	-
Desi	Vijaywada	Closed	Closed	-

CHANA

FUNDAMENTALS

Chana markets also featured weak trend, which traders blame to the impulsiveness of small stockists. Stock of chana is good, people appeared little nervous about reports suggesting likely increase in shipments from the exporting nations later this year. Stock of chana is good in all the interior and terminal markets. But since, the chana in stocks originally was bought at higher prices from the farmers, traders rule out possibility of big ease in its prices ahead.

Futures Market Commentary

Chana futures opened weak, but kept moving on both sides of unchanged levels in narrow price band in the first half. Futures fell sharply to day's low near 15.05 hrs. Sharp recovery was seen near final hour, but futures finally ended the day in negative zone. Chana June contract ended off 13 points at Rs 2436 per qtl.

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 made 'doji star' and prices closed below both the EMAs. Big lower shadow reflects underlying strength in the market. %K line is running below %d line and is in oversold zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2392	2348	2436	2470	2504
July	2496	2442	2551	2590	2630

TRADE RECOMMENDATION:

Buy June contract near 2435 with target of 2460. Second target 2470. Put SL at 2420.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	30.05.06	29.05.06	Change
Rajasthan Desi	Delhi	2370-2375	2400-2425	-25
MP Desi	Delhi	2365	2375-2380	-10
Kantewala	Indore	2270-2275	2300-2330	-25
Desi	Gulbarga	2200	Closed	-
Gauran	Latur	2100-2125	2150	-25
Annagiri	Latur	2200-2225	2300	-75
G-12/Vijay	Latur	2150	2175	-25
Gauran	Jalna	2200-2225	NA	-
Pila	Jalna	2300	NA	-
Mixed	Akola	2250	2320-2325	-70
Chapa	Akola	2275	2350	-75
Desi	Kanpur	2380-2390	2400	-10

TUR

FUNDAMENTALS

Tur markets continued to see lackluster trading. Demand remained weak in most of interior markets, which traders blame to seasonality. Demand for dall usually remains low during this period of time due to increased availability of other cheaper alternatives. Stock of tur is good. According to traders, tur is the second largest pulses grown in India after Chana. Production of tur was good last year (24.30 lakh ton) and was the only kharif pulses spared by any kind of weather trouble last year.

Futures Market Commentary

Lemon tur June contract opened in negative mood and kept doing aerobics in negative zone for most of the day. Couple of times, futures managed to cross the unchanged levels entering into upper zone. Futures eventually concluded the day off 10 points at Rs 1831 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

Candlestick body has formed 'doji star' and lower shadow intersected lower Bollinger band (1790.89). Big lower shadow shows limited downside potential. MACD is moving further downward. Stochastic oscillator is still in oversold zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1784	1736	1831	1867	1902
July	1838	1788	1888	1927	1966

TRADE RECOMMENDATION:

Sell June contract near 1835 with target towards 1815, second target 1800. Put SL at 1845.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	30.05.06	29.05.06	Change
Burmese Lemon	Mumbai	1750	1801	-50
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1975	1975	-
Karnataka tur	Delhi	2050	2050-75	-
Red tur	Gulbarga	1850	Closed	-
Fatka Dall	Gulbarga	2700	Closed	-
Red Tur	Latur	1925-2000	1975	-
White Tur	Latur	1850-1950	1975	-25
Red	Jalna	1825-1850	1900-1925	-50
White	Jalna	1900-1925	1950	-25
BDM	Jalna	1950-1975	2000	-25
Marathwada	Akola	1880-1890	1940-1950	-50
Vidarbha	Akola	1870-1875	1920-1925	-45
Local Tur	Vijaywada	Closed	1760-1770	-

Others

Moong

Moong markets continued to see weak trend. Harvest of small summer crop is continuing in UP, Rajasthan and MP. Traders put tentative estimates for moong crop in UP at 3 lakh bags. Harvest of small crop (5 lakh bags) will start in early June in Bihar. Import of the same however, has decline from the Burma due to less availability of the same.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	30.05.06	29.05.06
Shekhavati	Delhi	3300	3350
Kishangarh	Delhi	3350	3400
Medta/Bisao	Delhi	3350	3400
Desi	Indore	3000-3300	3000-3300
Muglai	Jalna	3000	NA
Chamki	Akola	3100	NA

PEAS

Sentiments eased in peas markets on reports of one big consignment to reach at Kolkata port soon. Also, one big consignment is due at Mumbai port. Prices are lucrative in domestic markets. Reports suggesting increase in acreage under peas in exporting nations this year had negative impact on the prices.

Spot Market Prices of Pea (Rs/qtl)

Center	30.05.06	29.05.06
Mumbai	1251	1281
Kanpur	1310	1310

Masoor

Masoor markets observed weak trend. Stockists seem losing confidence for its friendly outlook ahead. Production of lentil in our competing western nation in international markets caused nervousness among local stockists. Demand this year too remained low from middle-eastern nations so far due to uncompetitive prices.

Spot Market Prices of Masoor (Rs/qtl)

Center	30.05.06	29.05.06
Delhi-MP/kota Line	1900-1950	1825-1900
Delhi- UP/Sikari	2425-2450	2475
Kanpur local mill delivery	1950-1960	1960-1970
Kanpur new-Braeilly Delivery	2025	2030
Kanpur- new Malka Dal	2225-2250	2225-2250
Indore- Masra	1900	1930
Indore- Masoor New	1890	1910
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	30.05.06
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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