

## PULSES DAILY

June 22, 2006

### URAD

#### FUNDAMENTALS

Urad markets observed weak trend. Reports that government had asked Nafed to import pulses at zero duty had additional bearish impact. Weather already is improving in South. Farmers in south are highly inclined towards this crop, this year. Abrupt price movements this year in pulses eventually had called for urgent government interventions. Government recently had waived import duty from pulses. Government is taking all possible steps to check the inflation.

#### Futures Market Commentary

Urad July contract opened low gapping substantially versus yesterday closing. Futures set off moving higher soon after opening of the session. Futures peaked near 11.40 am. Futures started falling steadily downward thereafter and this downtrend continued 2.25 pm. From then on, futures started recovering though hesitantly, but closed in the positive territory. Urad July contract at NCDEX ended up Rs 9 at Rs 2974 per qtl.

#### Price Drivers

##### Bullish

High prices in International markets  
Low stocks in domestic markets

##### Bearish

Likely import by Nafed  
Satisfactory progress of monsoon

#### Weather

Conditions are favourable for advancement of southwest monsoon activity over the peninsula including Maharashtra further..

#### TECHNICALS

##### NCDEX -July Contract

Candlestick body has formed 'short day' pattern. Formation of 'opening marubozu' and small upper shadow shows strong upwardly dispositions. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is moving downward. MACD is in negative territory and tilting downward.

Urad 0607(NCURNM6)2006/06/21 - Daily B:2972.00 A:2980.00  
O 2950.00 H 2993.00 L 2950.00 C 2974.00 V 3,760 I 12,800 +18  
EMA(9) 2989.5 (18) 3005.3



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2952	2929	2974	2995	3015
August	2802	2781	2824	2843	2863

#### TRADE RECOMMENDATION:

Sell July contract near 2975 with target towards 2950  
Second target at 2935. Put SL at 2990.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	21.06.06	20.06.06	Change
Burma Faq	Mumbai	3151-3161	3200	-40
Burma Faq	Delhi	3300-3325	3325	-
Desi	Akola	3500-3600	3300-3400	+100
Desi	Indore	2800-3100	2900-3200	-
Desi	Vijaywada	3550-3575	3600	-25

## CHANA

### FUNDAMENTALS

Sentiments firmed up in Chana markets on reports that few firms from Delhi have been short-listed by Trading Corporation of Pakistan (TCP) for purchase of Chana. Short covering for the same by exporters from the markets helped boosting sentiments. News of Indian government asking Nafed to import pulses has helped putting cap on upwardly dispositions. Also, prices at which export has been finalized has not yet been confirmed.

### Futures Market Commentary

Although starting was weak, chana July contract set out moving higher soon after opening of the session. Futures fully recovered from the bearish zone with in 30 minutes after opening of the session. Small-scale profit booking was seen near 1.35 pm, but downtrend did not last for long. Futures set out moving higher near 3.15 pm again and reached to day's high just before closing. NCDEX July contract ended up Rs 55 at Rs 2626 per qtl.

### Price Drivers

#### Bullish

Good demand for chana from Pakistan

#### Bearish

Satisfactory progress of monsoon

### Weather

Conditions are favourable for advancement of southwest monsoon activity over the peninsula including Maharashtra further.

### TECHNICALS

#### NCDEX -July Contract

Formation of 'Marubozu' by white candlestick body shows strong bullish pattern. Prices closed above both the 9-days and 18-days EMA. %k line is likely to make bullish crossover with %d line. MACD is in negative territory, but is moving upward.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2583	2540	2626	2648	2670
August	2651	2608	2693	2715	2736

#### TRADE RECOMMENDATION:

Buy contract near 2625 with target of 2650. Second target 2665. Put SL at 2605.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	21.06.06	20.06.06	Change
Rajasthan Desi	Delhi	2480-2485	2450	+30
MP Desi	Delhi	2450	2425-2430	+20
Kantewala	Indore	2385-2400	2355-2365	+20
Desi	Gulbarga	2250	2250	-
Gauran	Latur	2250	2325-2350	-75
Annagiri	Latur	2350	2400	-50
G-12/Vijay	Latur	2300-2325	2380	-55
Gauran	Jalna	2250-2300	2200-2225	+25
Pila	Jalna	2325-2350	2300	+25
Mixed	Akola	2380-2385	2335-2340	+40
Chapa	Akola	2425	2400	+25
Desi	Kanpur	2435-2440	2410-2415	+20

## TUR

### FUNDAMENTALS

Tur markets also observed firm trend. According to traders, revival of monsoon is bullish factor for tur. Timely rains would result in switching of some acreage from tur to other lucrative crop in south like Urad, moong etc. Government advisory services have advised farmers in south to continue fieldwork. Monsoon is advancing satisfactorily and conditions are favorable for its further advancement into north Madhya Maharashtra, Marathwada and rest of Telangana region.

### Futures Market Commentary

Lemon tur July contract featured roller-coaster trend through the day. July futures opened firm gapping significantly versus previous closing. Futures spent the whole day in positive territory. Day's high was set at 1740 with in 30 minutes after opening of the session. Futures saw day's bottom near 4.45 pm and ended the day Rs 7 at Rs 1723 per qtl.

### Price Drivers

#### Bullish

Likely fall in acreage this year

#### Bearish

Satisfactory progress of monsoon

Good stock of domestic produce

### Weather

Conditions are favourable for advancement of southwest monsoon activity over the peninsula including Maharashtra further.

### TECHNICALS

#### NCDEX -July Contract

Candlestick body has formed 'doji star'. Big upper shadow shows weak upside potential. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is in oversold zone and dipping further downward. MACD is in negative territory and slanting southward.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1714	1705	1723	1736	1749
August	1723	1708	1739	1759	1780

#### TRADE RECOMMENDATION:

Buy July contract near 1720 with target towards 1745, second target 1760. Put SL at 1705

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	21.06.06	20.06.06	Change
Burmese Lemon	Mumbai	1650-1660	1660	-
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2020	2000	+20
Karnataka tur	Delhi	2125	2100	+25
Red tur	Gulbarga	1825	1825	-
Fatka Dall	Gulbarga	2700	2700	-
Red Tur	Latur	1890-1920	1875-1900	-
White Tur	Latur	1850-1918	1911	-
Red	Jalna	1750	1750	-
White	Jalna	1850	1800-1825	+25
BDM	Jalna	1900-1925	1900	-
Marathwada	Akola	1900	1890	+10
Vidarbha	Akola	1880	1870	+10
Local Tur	Vijaywada	1780	1775	+5

## Others

### Moong

Moong markets also observed weak trend. Improving weather situation in South and western coast will help timely sowing of moong. Farmers in south are inclined towards urad and mung due to lucrative prices of the same for the last year.

### **Spot Market Prices of Moong**

(Rs/qrtl)

Origin/Grade	Center	21.06.06	20.06.06
Shekhavati	Delhi	3200	3200
Kishangarh	Delhi	3325	3325
Medta/Bisao	Delhi	3350	3350
Desi	Indore	2800-3100	2900-3200
Muglai	Jalna	3000-3100	2800-3000
Chamki	Akola	2950-3050	2950-3100

### PEAS

Peas markets continued to see steady trend. As of now, increased supply is offset by equally good demand in domestic markets coupled with increased volatility and higher prices of other alternative pulses.

### **Spot Market Prices of Pea**

(Rs/qrtl)

Center	21.06.06	20.06.06
Mumbai	1201	1200
Kanpur	1290-1300	1270

### Masoor

Slight improvement was seen in masoor markets. According to traders, though demand was weak on export front, slight improvement was seen from local consumption centers. Increased supply of cheaper peas, however, has affected its demand from the eastern zone.

### **Spot Market Prices of Masoor**

(Rs/qrtl)

Center	21.06.06	20.06.06
Delhi-MP/kota Line	1990	1975
Delhi- UP/Sikari	2450	2450
Kanpur local mill delivery	1940	1925
Kanpur new- Braeilly Delivery	2000-2010	2000-2010
Kanpur- new Malka Dal	2200-2220	2175-2200
Indore- Masra	1870	1870
Indore- Masoor New	1860	1860
Indore- Medium New	1760-1770	1775
Bahraich-Masoor	2670	2670
Bahraich-Export Chanti	3075	3075
Kolkata (Truck delivery)	3400	3400
Masur Dal	2900-3000	2900-3000

### **International Prices (\$/ton) (CNF 90 days)**

Quality	21.06.06
Burmese new Lemon Tur Mumbai Chennai	345
Burmese FAQ new Tur Mumbai/Chennai	335
Burmese Shwebo Tur Mumbai/Chennai	310-315
Burmese FAQ Urad Mumbai/Chennai	600-610
Burmese SQ Urad Mumbai/Chennai	675-690
Burmese Pedishwa Mung Chennai/Mumbai	650
Burmese Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	490-500

### **Port watch**

- Kolkata Port is receiving 20,000 MT of peas from the vessel 'Shang Shai Hai'. B Ghose agents is handling the vessel. 'Thor Tribute' has berthed at Kolkata Port and continues to discharge 18,620 MT of peas. Multimode agents is handling the vessel.
- Delivery of 5,658 MT of peas is continuing at Mumbai Port from the vessel 'Aston Prelude'. Sahi Oretrans agents is handling the vessel. Mumbai Port is receiving 8,500 MT of pulses from the vessels 'Bounty 7'. The cargo was loaded from Yangon. Able Marine agents is handling the vessel. The port is expecting 'Blest Marine' to deliver 39,700 MT of peas. These vessels will be handled by Sahi Oretrans agents.

Forex - 1 US\$ - INR 45.920

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