

PULSES DAILY

June 08, 2006

URAD

FUNDAMENTALS

Sentiments turned bullish on weakening monsoon in Southern states. According to India Meteorological Department (IMD), southwest monsoon is entering into weak phase and rainfall activities are likely to decline in most parts of the country in next couple of days. Stock of urad had exhausted in most interior markets of Maharashtra and Karnataka long ago. Though harvesting of small summer crop is due in some areas of Andhra Pradesh ahead, but crop dimension is not big enough to have any kind of impact in market.

Futures Market Commentary

Urad June contract opened firm and spent most of the day in the positive territory. Futures peaked within first hour. Futures sneaked in negative zone within first half, but sprang up soon after seen day's bottom near 12.45 pm. June futures eventually ended the day up Rs 9 at Rs 3073 per qtl.

Price Drivers

Bullish

Weak monsoon in South

Proposed tender by TCP

Bearish

Arrival of imported cargo from Myanmar

Due harvest of summer crop in some areas of AP

Weather

Monsoon has entered into interior of northern Karnataka and southern Maharashtra gradually. Monsoon is weak in northern Karnataka.

TECHNICALS

NCDEX -June Contract

Candlestick body has formed 'evening star' pattern. Big upper shadow shows weak upside potential. Prices, however, closed above both the 9-days and 18-days EMA. MACD is moving upward, but still is trading below signal line. Stochastic oscillator is giving bullish signal..



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	3044	3015	3073	3118	3163
July	3042	3007	3076	3129	3181

TRADE RECOMMENDATION:

Buy June contract near 3065 with target towards 3085. Second target 3100. Put SL at 3050.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	07.06.06	06.06.06	Change
Burma Faq	Mumbai	3200	3100	+100
Burma Faq	Delhi	3300-3325	3275-3300	-
Desi	Akola	3200-3300	3150-3200	-
Desi	Indore	3200	2800-3200	-
Desi	Vijaywada	3625	3600	+25

CHANA

FUNDAMENTALS

Sentiments in chana markets continued to remain firm following reports of weakening monsoon in south India. Also, reports of Pakistan seeking chana continued providing strength to the market. But many traders are not convinced with what was rumored about the quantity of chana in proposed tender issued by Trading Corporation of Pakistan (TCP). Copy of tender (issued by TCP) floating in the market, asks for 1.5 lakh ton of desi chana (**See copy of tender below the report**). Single tender for 1.5-lakh ton chana has caused bullishness in the market. Government of Pakistan is highly cautious against rising prices of pulses and has announced subsidy of Rs 2.5 billion this Monday only to check rise in pulses prices.

Futures Market Commentary

June chana contract opened high gapping substantially versus yesterday closing. Futures kept hanging in the positive territory through the day. Futures reached the day's high at 2587 near 1.45 pm. Profit booking at higher levels pulled the futures off day's high steadily by end of the session. Chana June contract ended up Rs 36 at 2563 per qtl.

Price Drivers

Bullish

Proposed tender by TCP

Weak monsoon at west coast

Bearish

Subdued demand from consumers' end

Weather

Monsoon has come before time. Chana itself is rabi crop, but good sowing of other pulses might have negative impact on it.

TECHNICALS

NCDEX -June Contract

Candlestick body has formed short day pattern. 'Opening Marubozu' with relatively big upper shadow shows underlying weakness in the market. Prices closed above both the 9-days and 18-days EMA. %k is heading upward and running above %d line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2533	2503	2563	2590	2617
July	2651	2618	2685	2714	2744

TRADE RECOMMENDATION:

Buy June contract near 2558 with target of 2580. Second target 2595. Put SL at 2545.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	07.06.06	06.06.06	Change
Rajasthan Desi	Delhi	2450-2465	2400-2450	-
MP Desi	Delhi	2425-2430	2420	+5
Kantewala	Indore	2325-2330	2325	-
Desi	Gulbarga	2200	2175	+25
Gauran	Latur	2200	2150	+50
Annagiri	Latur	2300	2281	+20
G-12/Vijay	Latur	2250	2250	-
Gauran	Jalna	2225-2250	2225	-
Pila	Jalna	2300	2250	+50
Mixed	Akola	2275-2350	2350	-
Chapa	Akola	2400	2400-2450	-
Desi	Kanpur	2425-2430	2400	+25

TUR

FUNDAMENTALS

Tur markets also observed firm trend. Demand however is sluggish in domestic markets; stockists will also not be any hurry to empty out their stocks if weather remains fussy ahead. Weather is a crucial factor as sowing of tur has already been started in some areas. Any kind of trouble in weather would possibly delay the fieldwork. Quality of imported good has not been satisfactory. So, traders are optimistic about promising perspectives for domestic tur.

Futures Market Commentary

Though starting of lemon tur June contract was bit bullish, futures could not hold this momentum by end of the day. June futures peaked with in 35 minutes after opening of the session. Futures fell into negative zone near 2.20 pm. After zigzag movements on either side of unchanged level, futures finally ended red. Tur June contract ended off Rs 5 at Rs 1836 per qtl.

Price Drivers

Bullish

Increased preference for desi tur

Bearish

Early advancement of monsoon

Good stock of domestic produce

Weather

Monsoon is weak in interior of Karnataka. Sowing of tur has started in some areas, so rains there are crucial.

TECHNICALS

NCDEX -June Contract

Dark candlestick body has formed short day pattern. Prices closed below 18days EMA, but still are above 9-days EMA. MACD is moving upward, but still is trading below signal line. Stochastic is heading upward in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1822	1808	1836	1859	1882
July	1872	1858	1886	1908	1930

TRADE RECOMMENDATION:

Buy June contract near 1835 with target towards 1855, second target 1865. Put SL at 1820.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	07.06.06	06.06.06	Change
Burmese Lemon	Mumbai	1825	1825-1850	-
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2025	2025	-
Karnataka tur	Delhi	2100	2100	-
Red tur	Gulbarga	1850	1875	-25
Fatka Dall	Gulbarga	2700	2700	-
Red Tur	Latur	1925	1925-1975	-
White Tur	Latur	1925	1850-1930	-
Red	Jalna	1850-1875	1800	+50
White	Jalna	1875	1850	+25
BDM	Jalna	1925	1950	-25
Marathwada	Akola	1915-20	1900	-15
Vidarbha	Akola	1930-1935	1950	-15
Local Tur	Vijaywada	1800	1800	-

Others

Moong

Sentiments also improved in Moong markets on weather factor. Sowing of moong is scheduled to start shortly in Southern States, where farmers are highly inclined towards this crop. IMD so far does not seem in a position to state reason for abnormal movement of monsoon yet.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	07.06.06	06.06.06
Shekhavati	Delhi	3425	3400
Kishangarh	Delhi	3450	3425
Medta/Bisao	Delhi	3450	3450
Desi	Indore	3200	2900-3200
Muglai	Jalna	NA	NA
Chamki	Akola	3350	3100

PEAS

Peas markets continued to observe steady trend. Demand for the same is good. Spillover strength in chana prices also helped offsetting supply factor. According to sources, huge consignments of peas have reached recently at different ports.

Spot Market Prices of Pea (Rs/qty)

Center	07.06.06	06.06.06
Mumbai	1260	1260
Kanpur	1300	1310

Masoor

Masoor markets witnessed steady trend. As is clear from the copy of tender (attached below), TCP is not seeking masoor in the said tender. There were rumors for TCP seeking 6000 MT of lentil. Demand for the same is good from Bangladesh and other eastern markets.

Spot Market Prices of Masoor (Rs/qty)

Center	07.06.06	06.06.06
Delhi-MP/kota Line	2020	2020
Delhi- UP/Sikari	2470	2470
Kanpur local mill delivery	1960-1965	1970
Kanpur new-Braeilly Delivery	2030	2030-2035
Kanpur- new Malka Dal	2225-2240	2225-2250
Indore- Masra	1890	1890
Indore- Masoor New	1880	1880
Indore- Medium New	1800	1800
Bahraich-Masoor	2710	2710
Bahraich-Export Chanti	3135	3135
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3050

International Prices (\$/ton)

Quality	07.06.06
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

Kolkata Port is receiving 22,000 MT of peas from the vessel 'African Protea'. B Ghose agents is handling the vessel.

'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. Delivery of 5,198 MT of peas is expected at the port from the vessel 'Aston Prelude'. The vessel will be handled by Sahi Oretrans agents.

Delivery of 10,000 MT of peas is expected at New Mangalore Port from the vessel 'Best Marine'.

Tender Copy (TCP) Floating in the Domestic Markets-



Forex- 1 US\$ - INR 45.920

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