

## PULSES DAILY

June 02, 2006

### URAD

#### FUNDAMENTALS

Urad markets literally had no oomph as weather eroded obstinacy of all. Satisfactory advancement of monsoon and increased availability of imported produce has resulted bearishness in the market. According to traders, stock of urad is good in Burma, who had been reserved seller so far this year. When demand situation is turning here, Burmese might rush soon to get some good deals with India. About 90% of total urad export from Burma comes to India. Importers, however, will not be in mood to take chance in current sluggish situation.

#### Futures Market Commentary

Decision by NCDEX calling for removal of special margins of 15% on all contracts of urad and tur does not seem to have much impact. Volume still is thin in urad contracts. Retail investors probably do not see urad as safe bet due to high volatility. Volume for immediate month today was mere 9,330 MT, while open interest was at 10,620 MT. June contract opened weak today and futures moved in wide range of 2765-2854. June contracts ended off 61 point at 2815.

#### Price Drivers

##### Bullish

Dwindling inventories in Southern States  
Reserved selling by stockists

##### Bearish

Arrival of imported cargo from Myanmar  
Timely onset of monsoon

#### Weather

Monsoon has entered into interior of northern Karnataka and southern Maharashtra gradually. Early monsoon will facilitate early sowing.

#### TECHNICALS

##### NCDEX -June Contract

Dark candlestick body has formed 'short day' pattern and relatively big lower shadow reflects limited downside potential. Stochastic oscillator is in oversold zone and still giving bearish signal. MACD is falling southward in negative zone.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2769	2722	2815	2858	2900
July	2762	2713	2810	2844	2877

#### TRADE RECOMMENDATION:

Sell June contract near 2820 with target towards 2800. Second target 2780. Put SL at 2835.

#### Spot Market Prices of Urad

(Rs/qty)

Origin/Grade	Center	01.06.06	31.05.06	Change
Burma Faq	Mumbai	2975-3000	3025-3100	-25
Burma Faq	Delhi	3200	3250-3275	-50
Desi	Akola	3150	3250	-100
Desi	Indore	3000-3200	3100	-
Desi	Vijaywada	Closed	Closed	-

## CHANA

### FUNDAMENTALS

Chana markets featured range-bound trading. The only bullish factor is reserved selling by stockists; otherwise, demand for the same remained sluggish in domestic markets. Another concern in the market is increasing stock of chana in accredited warehouses of NCDEX. Stock of chana as on May 31 in accredited warehouse of NCDEX was at 7,837 MT. Since, demand is not good in physical markets and prices are falling in both physical and futures market, traders are expecting higher deliveries intentions to be offered against later months.

### Futures Market Commentary

Chana June contract featured downbeat trend during the day. June contract opened slightly up against yesterday closing, but long liquidation soon after beginning of the session pulled futures down in negative zone. June futures ended off Rs 15 at 2427 per qtl. More or less similar trend was seen in later months. July contract was traded most actively.

### 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

Both the EMAs are still above price line. Big lower shadow of candlestick suggests likely reversal in trend. %k line has fallen in negative territory, but has made bullish crossover with %d line. MACD is in negative zone and further dipping downward.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2407	2386	2427	2446	2464
July	2510	2483	2538	2560	2583

#### TRADE RECOMMENDATION:

Sell June contract near 2430 with target of 2405.  
Second target 2390. Put SL at 2450.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	01.06.06	31.05.06	Change
Rajasthan Desi	Delhi	2375-2400	2400	-
MP Desi	Delhi	2365-2370	2380	-10
Kantewala	Indore	2270-2300	2315-2320	-45
Desi	Gulbarga	2100	2150	-50
Gauran	Latur	2100	2100	-
Annagiri	Latur	2200	2200	-
G-12/Vijay	Latur	2150	2150	-
Gauran	Jalna	2200	2200	-
Pila	Jalna	2300	2250-2275	+25
Mixed	Akola	2250	2290	-40
Chapa	Akola	2300	2340	-40
Desi	Kanpur	2375	2380-2400	-5

## TUR

### FUNDAMENTALS

Tur markets continued to feature weak trend. As per traders, Burmese are desperate sellers, but not of conditioned produce. However, stock of the tur is good in leading producing states. Demand for the same has got slowed from the consumer end, as nobody wants to accumulate more than immediate requirement in this bearish market. Advancement of monsoon has been satisfactory. Sowing of tur is likely to start soon. Traders, however, did not see any possibility of rise in acreage under tur like in Moong or Urad, prices of tur had not been very lucrative this season as compared to last year.

### Futures Market Commentary

Tur June contract opened weak and set out falling sharply just after beginning of the session. Futures bottomed out before 10.30 hrs. Futures sprang up sharply soon after and covered up all what it shed in the initial hour by end of the day. June futures ended off Rs 8 at Rs 1765 per qtl.

### Price Drivers

#### Bullish

Increased preference 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

Big lower shadow of candlestick body reflects underlying strength in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic Oscillator still is in oversold zone with out any sign for confirmation of reversal in trend. MACD is still having bearish slant.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1729	1694	1765	1786	1808
July	1776	1743	1808	1832	1855

#### TRADE RECOMMENDATION:

Sell June contract near 1770 with target towards 1745, second target 1730. Put SL at 1785.

### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	01.06.06	31.05.06	Change
Burmese Lemon	Mumbai		1725	
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1950-1975	1975	-
Karnataka tur	Delhi	2050-2100	2050	-
Red tur	Gulbarga	1750	1825	-75
Fatka Dall	Gulbarga	2600	2650	-50
Red Tur	Latur	1850-1900	1850-1906	-
White Tur	Latur	1800-1900	1850-1975	-
Red	Jalna	1800-1825	1800-1825	-
White	Jalna	1850	1850-1900	-
BDM	Jalna	1900	1925-1950	-25
Marathwada	Akola	1850	1880-1885	-30
Vidarbha	Akola	1835-1840	1850	-10
Local Tur	Vijaywada	Closed	Closed	-

## Others

### Moong

Sentiments weakened in Moong markets following reports of continuous import from Burma and increased availability of the same with the harvest of summer crop. Harvest of moong crop in Bihar has also started. Harvest of the same is already in progress in UP (Allahabad line). Prices for the UP line moong in Delhi were quoted at Rs 3440 per qtl.

#### Spot Market Prices of Moong (Rs/ctl)

Origin/Grade	Center	01.06.06	31.05.06
Shekhavati	Delhi	3300	3300
Kishangarh	Delhi	3350	3350
Medta/Bisao	Delhi	3350	3350
Desi	Indore	3000	3000-3200
Muglai	Jalna	3000	NA
Chamki	Akola	3000	3050-3100

### PEAS

Sentiments remained easy in peas markets with the increasing reports of its import. According to sources, some 2-3 vessels carrying peas have reached at different ports. Ease in chana markets also had negative impact on peas prices.

#### Spot Market Prices of Pea (Rs/ctl)

Center	01.06.06	31.05.06
Mumbai	1251	1250-1260
Kanpur	1300	1290-1300

### Masoor

Sentiments in masoor markets improved in UP markets. Traders informed that fresh demand of export from Bangladesh has helped improving sentiments in masoor markets. Traders further informed that some 50 trucks have been sold from Bahraich alone in past 3 days for destination in Bangladesh.

#### Spot Market Prices of Masoor (Rs/ctl)

Center	01.06.06	31.05.06
Delhi-MP/kota Line	2000	1900-1950
Delhi- UP/Sikari	2450-2475	2425
Kanpur local mill delivery	1970-1975	1950-1960
Kanpur new-Braeilly Delivery	2040-2050	2000-2020
Kanpur- new Malka Dal	2230-2250	2225-2240
Indore- Masra	1870	1875-1880
Indore- Masoor New	1860	1875
Indore- Medium New	1775	1800
Bahraich-Masoor	2710-2715	2675
Bahraich-Export Chanti	3135-3140	3075
Kolkata (Truck delivery)	3450	3400
Masur Dal	3000-3100	3050

#### International Prices (\$/ton)

Quality	01.06.06
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 Manglore Port from the vessel 'Best Marine'.

Forex- 1 US\$ - INR 46.220

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