

PULSES DAILY

June 03, 2006

URAD

FUNDAMENTALS

Urad markets observed firm trend. Sentiments are improving on rising suspicion against satisfactory movement of monsoon ahead. Monsoon has been rising northwardly very swiftly. People are suspicious about even distribution of rainfall in areas covered so far. Intensity of rains was reportedly high in some areas of Maharashtra, while it's been low in Karnataka. Weather is a crucial factor for Urad, as its sowing is due shortly. Also, stockists are holding back due to big ease in its prices in recent merely on reports of early onset of monsoon. According to traders, crop is unlikely to be available before September. Trading however has slowed in physical markets due to increased volatility.

Futures Market Commentary

Urad June contract opened up in positive zone. There was high volatility in the initial 5 minutes. Futures then fell gradually to see day's bottom at 1792 before 10.20 hrs. Futures got its entry into positive zone in next 20 minutes. From then on, futures started rising steadily and this steady up trend prevailed all through the remaining session. Urad June contract ended up Rs 168 at Rs 2974 per qtl.

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

White candlestick body has formed long day pattern. Prices closed above 9-days EMA, but below 18-days EMA. MACD is in negative territory. %K line is tipping with %d line and is still in negative territory..



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2850	2725	2974	3037	3099
July	2835	2707	2962	3026	3089

TRADE RECOMMENDATION:

Buy June contract near 2965 with target towards 2990. Second target 3000. Put SL at 2950.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	02.06.06	01.06.06	Change
Burma Faq	Mumbai	3025	2975-3000	+25
Burma Faq	Delhi	3200	3200	-
Desi	Akola	3150-3200	3150	-
Desi	Indore	3200	3000-3200	-
Desi	Vijaywada	NA	Closed	-

CHANA

FUNDAMENTALS

Chana markets continued to see range-bound trading. Though preliminary reports from overseas markets suggest that acreage under chickpea might increase in coming season ahead, but cheaper import of the same does not seem likely. Crop is substantially low in Pakistan, which has led to increased tendency of hoarding therein. Pakistanis are importing chana even at higher prices. Voracious demand for the same from Pakistan this year also has led to rise in its prices even in international markets. Australians are quoting chickpea prices (CNF Mumbai) for shipment in October-November at \$470-475 per ton, up against \$350-365 per ton during the same period a year ago.

Futures Market Commentary

Chana futures opened red gapping significantly versus yesterday closing. Futures set out moving southward soon after opening of the session and bottomed out with in 20 minutes. Futures managed to recover from bearish zone before noon and kept floating in positive zone through the remaining session. Chana June contract ended up Rs 9 at Rs 2438 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

'Spinning top' formation by candlestick body indicates little price-action. Prices closed below both the 9-days and 18-days EMA. MACD is still in negative territory. Stochastic oscillator has just made bullish crossover with % d line and is in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2404	2370	2438	2470	2502
July	2511	2469	2554	2589	2625

TRADE RECOMMENDATION:

Buy June contract near 2435 with target of 2455. Second target 2470. Put SL at 2420.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	02.06.06	01.06.06	Change
Rajasthan Desi	Delhi	2400	2375-2400	-
MP Desi	Delhi	2370-2380	2365-2370	-
Kantewala	Indore	2270-2275	2270-2300	-
Desi	Gulbarga	2150-2160	2100	+50
Gauran	Latur	Closed	2100	-
Annagiri	Latur	Closed	2200	-
G-12/Vijay	Latur	Closed	2150	-
Gauran	Jalna	2125-2200	2200	-
Pila	Jalna	2250	2300	+50
Mixed	Akola	2290-2300	2250	+40
Chapa	Akola	2325	2300	+25
Desi	Kanpur	2375-2380	2375	-

TUR

FUNDAMENTALS

Sentiments also improved in tur markets on ideas of oversold markets. The only bullish factor is dwindling interest of millers/buyers in imported tur. According to traders, quality of the same has not been satisfactory this year and people in northern India are preferentially buying Maharashtra tur. Stock of domestic cargos also is good. Since, trading of tur has been low in futures market (another avenue of dumping imported produce), desperate importers will unlikely to go for more deals with Burmese ahead,

Futures Market Commentary

Lemon tur June contract opened steady but started falling downward soon after opening of the session. Futures set day's low with in 30 minutes after opening of the session. Futures however, moved in positive zone with in one hour or so. Futures rose steadily in the remaining session, but there was strong resistance at 1810, which it could not infringe till end of the day. June contract ended up Rs 31 at 1791 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

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



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1745	1698	1791	1824	1856
July	1785	1731	1840	1877	1915

TRADE RECOMMENDATION:

Sell June contract near 1795 with target towards 1770, second target 1755. Put SL at 1810.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	02.06.06	01.06.06	Change
Burmese Lemon	Mumbai	1675	1725	-50
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1950-1975	1950-1975	-
Karnataka tur	Delhi	2050-2100	2050-2100	-
Red tur	Gulbarga	1760	1750	+10
Fatka Dall	Gulbarga	2600	2600	-
Red Tur	Latur	Closed	1850-1900	-
White Tur	Latur	Closed	1800-1900	-
Red	Jalna	1725-1800	1800-1825	-
White	Jalna	1850	1850	-
BDM	Jalna	1900	1900	-
Marathwada	Akola	1900	1850	+50
Vidarbha	Akola	1875-1880	1835-1840	+35
Local Tur	Vijaywada	NA	Closed	

Others

Moong

Moong markets continued to feature east trend. Stockists ease their quotes with slight increase in its availability. Demand for the same has also been dwindling in the physical markets. Summer harvest has helped filling domestic shortage.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	02.06.06	01.06.06
Shekhavati	Delhi	3300	3300
Kishangarh	Delhi	3350	3350
Medta/Bisao	Delhi	3350	3350
Desi	Indore	2700-2900	3000
Muglai	Jalna	NA	3000
Chamki	Akola	3000-3050	3000

PEAS

Peas markets continued to see weak trend. Reports of some 2-3 vessels carrying peas reaching at different ports caused bearishness in the market. Firm trend in chana helped underpinning its values.

Spot Market Prices of Pea (Rs/qty)

Center	02.06.06	01.06.06
Mumbai	1240	1251
Kanpur	1295-1300	1300

Masoor

Masoor markets featured steady trend. Though demand for the same is low in local markets, fresh demand for export has helped improving sentiments in masoor markets. Outstation demand for the same has also been good from eastern states.

Spot Market Prices of Masoor (Rs/qty)

Center	02.06.06	01.06.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2450-2475	2450-2475
Kanpur local mill delivery	1970	1970-1975
Kanpur new-Braeilly Delivery	2025-2030	2040-2050
Kanpur- new Malka Dal	2225-2230	2230-2250
Indore- Masra	1870	1870
Indore- Masoor New	1860	1860
Indore- Medium New	1775	1775
Bahraich-Masoor	2710	2710-2715
Bahraich-Export Chanti	3135	3135-3140
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3000-3100

International Prices (\$/ton)

Quality	02.06.06
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 Anneswar 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 46.170

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