

PULSES DAILY

June 28, 2006

URAD

FUNDAMENTALS

Sentiments improved further in Urad markets. Though weather is improving in all the major producing areas, poor stocks in domestic markets and higher prices in international markets kept bulls in high spirit. Since, the sole supplier is Burma, import tender by Nafed rather had bullish impact on its prices. Burmese have raised their quotes, as recent govt actions had given signals of urgency in domestic markets. CNF prices of Burmese Faq urad were last quoted at \$640-650 per ton.

Futures Market Commentary

Urad July contract had firm opening today and futures spent the whole day in green zone. There was strong support at 2775, which once crossed in initial five minutes, futures could never infringe all through the day. Futures touched the day's high at 2815 near 4.35 pm. Urad July contract eventually ended the day up Rs 44 at Rs 2800 per qtl.

Price Drivers

Bullish

High prices in International markets
Low stocks in domestic markets

Bearish

Likely import by Nafed

Weather

Southwest monsoon has advanced into some more parts of Saurashtra & Kutch and some parts of East Uttar Pradesh

TECHNICALS

NCDEX -July Contract

White candlestick body has formed 'harami' pattern, which shows likely reversal in trend. Both the 9-days and 18-days EMA remained above price-line. %K line has made bullish crossover with %d line and is in neutral zone. MACD is further dipping down into negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2772	2743	2800	2822	2843
August	2626	2601	2650	2676	2701

TRADE RECOMMENDATION:

Buy July contract near 2800 with target towards 2820. Second target at 2835. Put SL at 2785.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	27.06.06	26.06.06	Change
Burma Faq	Mumbai	3075	3121-3131	-45
Burma Faq	Delhi	3250	3250	-
Desi	Akola	3200-3300	3300	-
Desi	Indore	2800-3200	2800-3200	-
Desi	Vijaywada	3550-3575	3550	-

CHANA

FUNDAMENTALS

Chana markets also appeared recovering from the bearish mode. According to traders, most of the chana in stocks was originally bought at higher prices and stockists cannot afford to sell the same at lower prices. Prices were high even during its harvest in March and the farmers had good realization against this crop. Stockists in interior markets have appeared reserved seller after recent fall in prices. Government action without doubt has put cap on bullish dispositions, but at the same time traders rule out possibility of big ease ahead.

Futures Market Commentary

Chana July contract opened weak gapping significantly versus previous closing. After brief downside movement, futures set off moving higher. Futures oscillated in haphazard manner in the first half and spent most of the time in negative territory. Futures made fairly bullish entry near 12.55 pm. Steady up trend thereafter continued till closing. Chana July futures ended the day up Rs 54 at Rs 2233 per qtl.

Price Drivers

Bullish

Good demand for chana from Pakistan

Bearish

Ban on Pulses Export

Weather

Southwest monsoon has advanced into some more parts of Saurashtra & Kutch and some parts of East Uttar Pradesh

TECHNICALS

NCDEX -July Contract

White candlestick body has formed 'piercing line' pattern, which indicates reversing trend. Prices still closed below both the 9-days and 18-days EMA. %K line is in oversold zone and curving upward. MACD kept falling southward in to negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2154	2075	2232	2279	2325
August	2203	2122	2284	2334	2384

TRADE RECOMMENDATION:

Buy July contract near 2230 with target of 2250. Second target 2265. Put SL at 2215.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	27.06.06	26.06.06	Change
Rajasthan Desi	Delhi	2200-2225	2200	-
MP Desi	Delhi	2200	2165	+35
Kantewala	Indore	2170-2200	2215-2220	-
Desi	Gulbarga	2100	2100	-
Gauran	Latur	2120-2150	2175	-25
Annagiri	Latur	2250	2300	-50
G-12/Vijay	Latur	2200	2250	-50
Gauran	Jalna	2200	2250	-50
Pila	Jalna	2250	2300	-50
Mixed	Akola	2250-2260	2200	+50
Chapa	Akola	2290-2300	2225	+65
Desi	Kanpur	2250	2360-2375	-110

TUR

FUNDAMENTALS

Tur markets simply followed the firm advises from the neighboring pits. According to traders, markets had overdone against recent government actions and correction in its prices was expected. Weather again is bullish factor. Intensity of rains though has been low, persistent rains will help farmers switching some acreage to other more lucrative pulses like urad and moong.

Futures Market Commentary

Opening of lemon tur July contract was weak, but futures started moving higher just after opening of the session and managed to come out of red zone with in first 5-minutes of the session. Gains in initial hour were substantial, but momentum slows later. Profit booking was seen in last hour, which took futures down from the days high. July contract ended the day up Rs 11 at Rs 1595 per qtl.

Price Drivers

Bullish

Likely fall in acreage this year

Bearish

Good stock of domestic produce

Weather

Southwest monsoon has advanced into some more parts of Saurashtra & Kutch and some parts of East Uttar Pradesh.

TECHNICALS

NCDEX -July Contract

Candlestick body has formed very 'short day' pattern and opening 'marubozu'. Relatively big upper shadow shows underlying weakness in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is moving upward and has come out of oversold zone. MACD is still dipping downward into negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1572	1550	1594	1617	1640
August	1597	1584	1609	1627	1644

TRADE RECOMMENDATION:

Buy July contract near 1590 with target towards 1610, second target 1625. Put SL at 1575.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	27.06.06	26.06.06	Change
Burmese Lemon	Mumbai	1575-1580	1590	-10
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1775	1775	-
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	1800	1825	-25
White Tur	Latur	1850-1880	1850	-
Red	Jalna	NA	1750	-
White	Jalna	NA	1775-1780	-
BDM	Jalna	NA	1850	-
Marathwada	Akola	1850	1830	+20
Vidarbha	Akola	1840	1825	+15
Local Tur	Vijaywada	1780	1775	+5

Others

Moong

Improved weather in South including Maharashtra had negative impact on its prices. Farmers in these areas are more inclined towards these crops. 'Bohni' in Rajasthan has not yet been done. Though there have been sporadic rains in some northeastern areas, people do not want to take chance (early sowing) as cost of seed is high.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	27.06.06	26.06.06
Shekhavati	Delhi	3150	3150
Kishangarh	Delhi	3200	3200
Medta/Bisao	Delhi	3225	3225
Desi	Indore	2800-3200	2800-3200
Muglai	Jalna	NA	NA
Chamki	Akola	2800-3000	2800-3000

PEAS

Peas markets continued to see steady trend. Supply though is ample, demand for the same also is equally good. Firm trend in chana also helped underpinning values of peas.

Spot Market Prices of Pea (Rs/qty)

Center	27.06.06	26.06.06
Mumbai	1201	1190
Kanpur	1250-1260	1270-1275

Masoor

Masur markets continued to see weak trend. Though there were some rumors that export against old LCs (before ban on export by govt) will resume. However, there has not been any official information to back up such reports.

Spot Market Prices of Masoor (Rs/qty)

Center	27.06.06	26.06.06
Delhi-MP/kota Line	1800	1875
Delhi- UP/Sikari	2350	2350
Kanpur local mill delivery	1820-1850	1875-1880
Kanpur new- Braeilly Delivery	1900-1910	1940
Kanpur- new Malka Dal	2050-2070	2100
Indore- Masra	1750	1760
Indore- Masoor New	1740	1750
Indore- Medium New	1650	1650
Bahraich-Masoor	2600	2600
Bahraich-Export Chanti	2950	2950
Kolkata (Truck delivery)	3300	3300
Masur Dal	2950	2950

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

Quality	27.06.06
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	650
Burmese SQ Urad Mumbai/Chennai	700
Burmese Pedishwa Mung Chennai/Mumbai	620
Burmese Anneswar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	500-510

Port watch

- Mumbai Port is receiving 39,700 MT of peas from the vessel 'Blest Marine'. The vessel is being handled by Sahi Oretrans agents.
- 'TCI Arjun' from Yangon has berthed at Kolkata Port and continues to discharge 2,900 MT of pulses. PBSA agents is handling the vessel. Kolkata Port is receiving 20,000 MT of peas from the vessel 'Shang Shai Hai'. B Ghose agents is handling the vessel.

Forex - 1 US\$ - INR 46.360

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