

PULSES DAILY

June 13, 2006

URAD

FUNDAMENTALS

Trading has slowed in urad markets. Weather is the only factor in Urad markets. According to traders, harvest of small summer crop is in progress in Andhra Pradesh. Though the dimension of crop is very small, but had been effective in checking impulsive reaction to weather woes in south. Also, traders informed that stock of urad is good in Burma, who had been reserved seller in last two months. Weather situation, no doubt, is disturbing, but traders feel that it would be too early to market this factor.

Futures Market Commentary

Urad July contract was highly volatile at opening and touched the day's high within 10 minutes. Futures kept hanging in positive territory for some more time, but fell swiftly in the red zone by 11.05 am. From then on, futures kept swinging into negative zone in the remaining session. Futures eventually ended the day off Rs 12 at Rs 3040 per qtl.

Price Drivers

Bullish

Weak monsoon in South

High prices in International markets

Bearish

Exemption of import duty fully from pulses

Weather

Monsoon has weakened in Southern states. Extended dry spell has slowed fieldwork.

TECHNICALS

NCDEX -July Contract

'Hammer' formation by dark candlestick body signals likely reversal in trend. Prices closed above both the 9-days and 18-days EMA. RSI and stochastic both are giving signals of weakening momentum. MACD is touching the centerline and heading upward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	3142	3113	3171	3200	3229
July	3012	2983	3040	3072	3103

TRADE RECOMMENDATION:

Sell July contract near 3050 with target towards 3030. Second target 3015. Put SL at 3065.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	13.06.06	12.06.06	Change
Burma Faq	Mumbai	3211	3200	
Burma Faq	Delhi	3250	3250	-
Desi	Akola	3300-3400	3350-3400	-
Desi	Indore	2900-3200	2900-3200	-
Desi	Vijaywada	3550	3600-3625	-50

CHANA

FUNDAMENTALS

Chana markets featured weak trend. According to trade sources, Trading Corporation of Pakistan (TCP) has extended the last date for submission of bids for the tender it had issued for purchase of 1.5 lakh ton of chickpea from June 13 to June 17, 2006. Traders feel that extended date would invite interest of more exporters for the same. Chances are higher for the Indian exporters getting most out of this deal due to availability and proximity factor.

Futures Market Commentary

Chana July contract opened firm and was very volatile in the opening. Futures started falling downward speedily within a hour. This steady downtrend halts near noon for some time and futures got caught in narrow range during mid hours. Futures fell further in the last hour and bottomed out just before closing. Chana July contract ended off Rs 51 at Rs 2608 per qtl..

Price Drivers

Bullish

Good demand for chana from Pakistan
Weak monsoon at west coast

Bearish

Exemption of import duty fully from pulses

Weather

Monsoon is weakening. Chana itself is rabi crop, but sowing pace of other pulses might have impact on it.

TECHNICALS

NCDEX -July Contract

Dark candlestick body has formed 'long day' pattern. Closing marubozu with very small upper shadow shows strength in existing bearish pattern. Prices closed below both the 9-days and 18-days EMA. Both RSI and stochastic oscillator are giving bearish signal. MACD has made centerline crossover entering into positive zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2459	2439	2480	2521	2563
July	2586	2565	2608	2651	2695

TRADE RECOMMENDATION:

Sell July contract near 2610 with target of 2590. Second target 2575. Put SL at 2625.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	13.06.06	12.06.06	Change
Rajasthan Desi	Delhi	2450-2465	2425-2430	+20
MP Desi	Delhi	2430-2435	2425	+5
Kantewala	Indore	2340	2360-2365	-20
Desi	Gulbarga	2225	2200	+25
Gauran	Latur	2175-2200	2175	-
Annagiri	Latur	2275	2275	-
G-12/Vijay	Latur	2225	2255	-30
Gauran	Jalna	2250	2200	+50
Pila	Jalna	2300	2250	+50
Mixed	Akola	2300	2350	-50
Chapa	Akola	2375	2400	-25
Desi	Kanpur	2460	2400-2410	+50

TUR

FUNDAMENTALS

Tur markets appeared least bothered about the weather factor. Tur is a long duration crop and still there is significant time for fresh sowing to gain momentum. Farmers also are not very enthusiastic about this crop, as realization against tur has not been that lucrative like other pulses. Demand is the only factor, which is reportedly subdued in most terminal market.

Futures Market Commentary

Lemon tur July contract opened slightly firm, but got stuck with unchanged level making both sided movements in the first hour. From 11.10 am, futures set out falling southward steeply and bottomed out with in next 35 minutes. Futures although retreated slightly thereafter, but could not get back into positive territory all through the remaining session. July futures eventually ended the day off Rs 28 at Rs 1813 per qtl.

Price Drivers

Bullish

Increased preference for desi tur
Weak monsoon in South

Bearish

Exemption of import duty fully from pulses
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 -July Contract

Dark candlestick body has formed 'short day' pattern with very small shadows on either side. Prices closed below both the 9-days and 18-days EMA. RSI is giving clearly bearish indications. MACD is moving upward, but still trading below its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1744	1729	1760	1781	1803
July	1797	1781	1813	1837	1861

TRADE RECOMMENDATION:

Sell July contract near 1820 with target towards 1800, second target 1785. Put SL at 1835.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	13.06.06	12.06.06	Change
Burmese Lemon	Mumbai	1750	1725-1750	-
Burmese Lemon	Delhi	NA	NA	
Maharashtra tur	Delhi	2000	2000	-
Karnataka tur	Delhi	2100	2075-2100	-
Red tur	Gulbarga	1850	1825	+25
Fatka Dall	Gulbarga	2700	2700	-
Red Tur	Latur	1950	1900-1935	+15
White Tur	Latur	1925	1900-1925	-
Red	Jalna	1750-1800	1800-1825	-
White	Jalna	1850-1900	1850-1900	-
BDM	Jalna	1900	1950	-50
Marathwada	Akola	1910-1915	1925-1930	-10
Vidarbha	Akola	1900	1900	-
Local Tur	Vijaywada	1760	1800-1820	-40

Others

Moong

Moong markets also observed dull trend. Weather has sowed fieldwork in southern India, where farmers had started sowing along with early onset of monsoon. However, supply and demand situation is not very concerning due to availability of small summer harvest in different production areas.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	13.06.06	12.06.06
Shekhavati	Delhi	3350	3350
Kishangarh	Delhi	3400	3400
Medta/Bisao	Delhi	3400	3400
Desi	Indore	2900-3250	2900-3200
Muglai	Jalna	NA	NA
Chamki	Akola	3050-3100	3100

PEAS

Pea markets witnessed steady to weak trend. Supply of peas has increased as large number of consignments has arrived recently. Also, weak trend in chana markets had negative impact on its prices.

Spot Market Prices of Pea (Rs/qtl)

Center	13.06.06	12.06.06
Mumbai		1225
Kanpur	1270-1300	1280-1300

Masoor

There was no oomph in Masoor markets. Demand for the same remained low both in domestic and international markets. Off take remained low. According to traders, prices of masoor have appreciated reasonably to accommodate the short crop factor.

Spot Market Prices of Masoor (Rs/qtl)

Center	13.06.06	12.06.06
Delhi-MP/kota Line	1975	1975-2000
Delhi- UP/Sikari	2450	2450
Kanpur local mill delivery	1930-1940	1930-1940
Kanpur new-Braeilly Delivery	2010-2015	2010-2025
Kanpur- new Malka Dal	2200-2225	2200
Indore- Masra	1860	1860
Indore- Masoor New	1850	1850
Indore- Medium New	1750	1750
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	3125	3125
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3050

International Prices (\$/ton)

Quality	13.06.06
Burmese new Lemon Tur Mumbai Chennai	350
Burmese FAQ new Tur Mumbai/Chennai	340
Burmese Shwebo Tur Mumbai/Chennai	315
Burmese FAQ Urad Mumbai/Chennai	620-625
Burmese SQ Urad Mumbai/Chennai	675-700
Burmese Pedishwa Mung Chennai/Mumbai	650
Burmese Anneswar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	500-510

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'.

Forex- 1 US\$ - INR 45.880

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