

## PULSES DAILY

June 13, 2006

### URAD

#### FUNDAMENTALS

There was nothing fresh in fundamentals. Bang was on weather factor. Indian Meteorological Department (IMD) is still clueless about skewed weather pattern and has forecast this dry weather situation in south and western zones to prevail in next 4-5 days. According to traders, sowing of urad had been done in more than 30% of the intended area in Karnataka along with early advancement of monsoon, but lack of subsequent rains is little concerning. However, some feels that it would be too early to get worried, as Urad is a three-month crop. But lack of rains beyond 25<sup>th</sup> June would really be late enough to worry about.

#### Futures Market Commentary

Urad July contract opened firm, but fell into negative zone for a very small period within first 15 minutes. Futures retreated soon and kept hovering in positive zone for most of the remaining session. Futures saw day's high at 3105 near 15.30 hrs. Urad July contract eventually ended the day up Rs 16 at Rs 3055 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

White candlestick body has formed short day pattern. Prices however closed above both slow and fast EMAs. RSI is giving bullish signal. %K is tilting downward giving bearish signal. MACD is moving upward and is close to make centerline crossover.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	3103	3030	3177	3222	3268
July	3025	2990	3060	3100	3140

#### TRADE RECOMMENDATION:

Sell July contract near 3065 with target towards 3030.  
Second target 3015. Put SL at 3085.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	12.06.06	10.06.06	Change
Burma Faq	Mumbai	3200	3200	-
Burma Faq	Delhi	3250	3200	+50
Desi	Akola	3350-3400	3200-3300	+50
Desi	Indore	2900-3200	2900-3200	-
Desi	Vijaywada	3625	3600	+25

## CHANA

### FUNDAMENTALS

Chana markets observed range bound trading. According to traders, buyers are in no mood to cover impulsively at higher prices on weather factor, as are aware of good stock situation in domestic markets. Another bullish factor is demand from Pakistan. But traders are suspicious whether Pakistani government would import chana at higher cost. Government there is taking all possible action to control prices of pulses in domestic factors. Further, realization to Indian exporters would be less, as INR is higher than PKR (1 INR= 1.31 PKR). Indians would have to give lower bids against their demand to accommodate this currency factor.

### Futures Market Commentary

Chana July futures opened steady, but set out moving higher immediately after opening of the session. Futures touched day's high at 2681 near 11.20 am. Futures kept hanging higher all through the remaining session. Small-scale profit booking in last hour weighed on futures taking July contract below psychological mark of 2650 for a while, but contract eventually ended the day up Rs 35 at Rs 2663 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 good sowing pace of other pulses might have impact on it.

### TECHNICALS

#### NCDEX -July Contract

White candlestick body has formed short day pattern, but prices remained above both the 9-days and 18-days EMA. RSI is giving bullish signal, while %k line is moving downward. Momentum indicators are giving conflicting signals. MACD has just made centerline crossover, which indicates likely reversal in trend.



### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2498	2462	2533	2561	2588
July	2632	2604	2661	2685	2710

### TRADE RECOMMENDATION:

Sell July contract near 2670 with target of 2640.  
Second target 2625. Put SL at 2690.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	12.06.06	10.06.06	Change
Rajasthan Desi	Delhi	2425-2430	2425-2435	-
MP Desi	Delhi	2425	2400	+25
Kantewala	Indore	2360-2365	2350	+10
Desi	Gulbarga	2200	2200	-
Gauran	Latur	2175	2150	+25
Annagiri	Latur	2275	2250	+25
G-12/Vijay	Latur	2255	2200	+55
Gauran	Jalna	2200	2200	-
Pila	Jalna	2250	2250	-
Mixed	Akola	2350	2300	+50
Chapa	Akola	2400	2375	+25
Desi	Kanpur	2400-2410	2425	-15

## TUR

### FUNDAMENTALS

Tur markets observed weak trend. According to traders, demand in the physical markets remained subdued. Weather obviously is concerning due to lack of words from weather agencies on weakening of southwest monsoon, but is not yet very alarming. Stock is enough in domestic markets. But traders are hopeful for likely increase in its off-take in coming weeks.

### Futures Market Commentary

Lemon tur July opened substantially up versus previous closing and kept moving higher all through the day. Futures saw day's peak at 1860 near 11.30 hrs. Futures moved in narrow range of 1845-1858 during mid hours. July contract eventually ended the day up Rs 24 at Rs 1839 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

In last two sessions, July lemon tur futures have recouped most of what this contract shed on Friday. White candlestick body has formed short day pattern and prices closed below both the 9-days and 18-days EMA. %K line is leaning downward in neutral zone. MACD is moving upward, but still is in negative zone.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1771	1754	1789	1805	1822
July	1817	1793	1840	1862	1883

#### TRADE RECOMMENDATION:

Sell July contract near 1845 with target towards 1825, second target 1810. Put SL at 1860.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	12.06.06	10.06.06	Change
Burmese Lemon	Mumbai	1725-1750	1750	-
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2000	2000	-
Karnataka tur	Delhi	2075-2100	2075-2100	-
Red tur	Gulbarga	1825	1800	+25
Fatka Dall	Gulbarga	2700	2700	-
Red Tur	Latur	1900-1935	1900-1925	-
White Tur	Latur	1900-1925	1850-1900	-
Red	Jalna	1800-1825	1800-1850	-
White	Jalna	1850-1900	1900	-
BDM	Jalna	1950	1925	+25
Marathwada	Akola	1925-1930	1890	+35
Vidarbha	Akola	1900	1860-1865	+35
Local Tur	Vijaywada	1820	1800	+20

## Others

### Moong

Moong markets continued to see dull trend. According to traders, weather is a major factor at present. Farmers in south India are highly inclined towards moong and urad crops, but extended dry spell there has slowed the fieldwork therein.

#### **Spot Market Prices of Moong (Rs/qtl)**

Origin/Grade	Center	12.06.06	10.06.06
Shekhavati	Delhi	3350	3350
Kishangarh	Delhi	3400	3400
Medta/Bisao	Delhi	3400	3400
Desi	Indore	2900-3200	2900-3200
Muglai	Jalna	NA	NA
Chamki	Akola	3100	2950-3050

### PEAS

Peas markets observed steady to weak trend. Few more consignments are reaching at different ports. Demand however has slowed at higher prices eventually burdening those having its stocks.

#### **Spot Market Prices of Pea (Rs/qtl)**

Center	12.06.06	10.06.06
Mumbai	1225	1251
Kanpur	1280-1300	1290-1300

### Masoor

Masoor markets continued to see steady trend. Demand for the same remained weak due to its higher prices. Also, there was silent on export front. Traders blame seasonality for poor offtake of masoor. Local demand for the same usually declines during June and July months.

#### **Spot Market Prices of Masoor (Rs/qtl)**

Center	12.06.06	10.06.06
Delhi-MP/kota Line	1975-2000	1975
Delhi- UP/Sikari	2450	2450
Kanpur local mill delivery	1930-1940	1940
Kanpur new-Braeilly Delivery	2010-2025	2010-2020
Kanpur- new Malka Dal	2200	2200
Indore- Masra	1860	1850
Indore- Masoor New	1850	1840
Indore- Medium New	1750	1725
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	3125	3135
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3050

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

Quality	12.06.06
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 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 45.920

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