

PULSES DAILY

June 06, 2006

URAD

FUNDAMENTALS

Like moong many have taken small summer crop of urad in some areas of Andhra Pradesh. This crop will soon be available in the markets. Mild support came from news of TCP (Trade Corporation of Pakistan) issuing tender for purchase of Urad, chana and lentil. However, there is no official confirmation to back up such reports. Availability is not concerning for urad. Few vessels carrying urad has arrived from Burma in recent. Also, much furore over last year crop shortage had boosted import of Urad from Burma early this year. According to USDA, some 70,939 MT of urad imported in first quarter of 2006, down from 53,745 MT imported during the corresponding period last year.

Futures Market Commentary

Urad June contract opened weak and spent most of the day into negative territory. Futures saw day's high with in first 5 minutes. Steady downtrend took futures down to its bottom near 16.20 hrs and ended the day off Rs 77 at Rs 3011 per qtl.

Price Drivers

Bullish

Weak monsoon in South
Proposed tender by TCP

Bearish

Arrival of imported cargo from Myanmar
Due harvest of summer crop in some areas of AP

Weather

Monsoon has entered into interior of northern Karnataka and southern Maharashtra gradually. Monsoon is weak in northern Karnataka.

TECHNICALS

NCDEX -June Contract

Prices closed below 18-EMA, but still above 9-days EMA. MACD is heading upwardly, but still in negative territory and trading below its signal line. %K line is moving upward in neutral zone. RSI however, shows weakening momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2962	2912	3011	3080	3148
July	2942	2884	3001	3087	3174

TRADE RECOMMENDATION:

Sell June contract near 3020 with target towards 3000. Second target 2980. Put SL at 3135.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	05.06.06	03.06.06	Change
Burma Faq	Mumbai	3100	3125-3150	-25
Burma Faq	Delhi	3300-3325	3250-3300	-
Desi	Akola	3200	3200-3250	--
Desi	Indore	Closed	2700-3100	-
Desi	Vijaywada	3600	3600	-

CHANA

FUNDAMENTALS

Sentiments improved in chana markets today following report of tender to be issued by TCP. Demand for the same however, remained sluggish in domestic markets. There is large confusion over quantity in the proposed tender. According to local importers, some 200 containers of Chana dall have been moving to Pakistan each month (\$800 per ton). Exporters see high probability of any Indian company to get this deal (with TCP) due to proximity and availability factor.

Futures Market Commentary

Starting although was weak, today; Chana June futures recovered soon from the bearish mode and kept floating in green zone for most of the session. Futures reached the day's high near noon. Slight weakness was seen again late in the session. Futures sneaked in to negative zone for a very brief period in final hours before closing the day up Rs 17 at Rs 2518 per qtl.

Price Drivers

Bullish

Proposed tender by TCP

Bearish

Subdued demand from consumers' end

Weather

Monsoon has come before time. Chana itself is rabi crop, but good sowing of other pulses might have negative impact on it.

TECHNICALS

NCDEX -June Contract

Candlestick body has formed 'long day' pattern and small shadows on either side reflect strength in existing bullish pattern. MACD has made bearish crossover with its signal line and is in negative territory. Stochastic oscillator is heading upward in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2490	2461	2518	2548	2577
July	2607	2578	2636	2668	2700

TRADE RECOMMENDATION:

Buy June contract near 2515 with target of 2535. Second target 2550. Put SL at 2500.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	05.06.06	03.06.06	Change
Rajasthan Desi	Delhi	2450	2420	+30
MP Desi	Delhi	2420	2400	+20
Kantewala	Indore	2320-2325	2300	+20
Desi	Gulbarga	2150-2175	2200	-25
Gauran	Latur	2100	2100	-
Annagiri	Latur	2200	2200-2225	-
G-12/Vijay	Latur	2150	2150	-
Gauran	Jalna	2200-2225	2200-2225	-
Pila	Jalna	2250	2250	-
Mixed	Akola	2340	2300	+40
Chapa	Akola	2375	2350	+25
Desi	Kanpur	2400	2375-2400	-

TUR

FUNDAMENTALS

Fresh concern over weakening monsoon helped improving sentiments in tur markets. Also, stockists are turning reserved sellers on feelings that high stock factor is overdone. Sowing of the same has started in some areas of Karnataka and Maharashtra. Rainfall distribution has not been satisfactory in interior of Karnataka. Import of the same is likely to be slowed ahead due to inferior quality of the Burmese produce this year.

Futures Market Commentary

Tur June contract opened weak gapping substantially low versus previous day's closing. Futures recovered from red zone within 20 minutes after beginning of the session. Futures peaked near 11.20 hrs and kept hanging in this zone till end of the day. Tur June contract ended up Rs 34 at Rs 1845 per qtl.

Price Drivers

Bullish

Increased preference for desi tur

Bearish

Early advancement of monsoon
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 -June Contract

White candlestick body has formed opening 'marubozu', but big upper shadow shows limited upside potential. Prices closed below 18-days EMA, but up from 9-days EMA. MACD is curving up, but still is in negative territory. Stochastic oscillator is giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1799	1752	1845	1887	1928
July	1851	1807	1895	1939	1983

TRADE RECOMMENDATION:

Buy June contract near 1840 with target towards 1865, second target 1875. Put SL at 1825.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	05.06.06	03.06.06	Change
Burmese Lemon	Mumbai	1800	1750	+50
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2000-2025	2000	-
Karnataka tur	Delhi	2100	2075-2100	-
Red tur	Gulbarga	1825	1800	+25
Fatka Dall	Gulbarga	2650	2600	+50
Red Tur	Latur	1900-1950	1870-1900	-
White Tur	Latur	1850-1920	1850-1900	-
Red	Jalna	1800	1800	-
White	Jalna	1850	1850	-
BDM	Jalna	1950	1950	-
Marathwada	Akola	1940-1945	1900	+40
Vidarbha	Akola	1900	1870	+30
Local Tur	Vijaywada	1800	1780	+20

Others

Moong

Moong markets observed weak trend. Harvest of its summer crop is in progress in sporadic areas like MP, UP, Bihar and Andhra Pradesh. Stock is short in Maharashtra only, but imported moong has been feeding consumption centers therein.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	05.06.06	03.06.06
Shekhavati	Delhi	3350	3350
Kishangarh	Delhi	3400	3400
Medta/Bisao	Delhi	3400	3400
Desi	Indore	Closed	2900-3100
Muglai	Jalna	NA	NA
Chamki	Akola	3050-3100	3200-3250

PEAS

Peas markets continued to see weak trend due to increased availability of the imported moong. But good demand helped checking fall its prices. Also, mild support came from spillover strength in Chana markets.

Spot Market Prices of Pea (Rs/qty)

Center	05.06.06	03.06.06
Mumbai	1240	1241
Kanpur	1315	1290-1300

Masoor

Demand for masoor was reported good for export from Bahraich and also from Kanpur (Motta Masoor). According to unofficial sources, TCP will likely to float tender for 6000 MT of lentil as well and chances of any Indian company getting this deal is high due to proximity factor.

Spot Market Prices of Masoor (Rs/qty)

Center	05.06.06	03.06.06
Delhi-MP/kota Line	2020	2000
Delhi- UP/Sikari	2470	2450-2475
Kanpur local mill delivery	1975	1960-1970
Kanpur new- Braeilly Delivery	2040-2050	2025-2030
Kanpur- new Malka Dal	2225-2240	2225-2240
Indore- Masra	Closed	1860
Indore- Masoor New	Closed	1850
Indore- Medium New	Closed	1775
Bahraich-Masoor	2710	2710
Bahraich-Export Chanti	3135	3135
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3050

International Prices (\$/ton)

Quality	05.06.06
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 Mangalore Port from the vessel 'Best Marine'.

Forex- 1 US\$ - INR 45.820

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