

PULSES DAILY

July 01, 2006

URAD

FUNDAMENTALS

Urad markets observed steady to firm trend. Pulses markets in fact these days are driven by rumours, as there was no fresh fundamental change. However, suspicion is rising about further actions to be taken by the government. Government has not yet disclosed the cost of cargos to be imported from Myanmar. Some importers informed that Burmese are still quoting higher prices for their produce. If government has purchased the same at higher prices, this import would not have substantial impact unless govt provides the same at subsidized prices to the consumers.

Futures Market Commentary

Urad July contract opened weak and initial attempts towards getting into positive territory could not help longer. After initial crisscrossing, Futures got caught into narrow range in negative territory. Futures set off posting big gains in the last hour. Urad July contract ended up Rs 60 at Rs 2774 per qtl.

Price Drivers

Bullish

High prices in International markets
Low stocks in domestic markets

Bearish

Import by Nafed

Weather

Southwest monsoon has further advanced into remaining parts of Gujarat and Madhya Pradesh and some more parts of West Uttar Pradesh

TECHNICALS

NCDEX -July Contract

Big white Candlestick body shows smart recovery from the bearish pattern. Prices however, still closed below both the 9-days and 18-days EMA. %K line has made bearish crossover with %d line, while RSI is giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2697	2621	2774	2828	2883
August	2531	2470	2593	2637	2682

TRADE RECOMMENDATION:

Buy July contract near 2770 with target towards 2790. Second target at 2805. Put SL at 2755.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	30.06.06	29.06.06	Change
Burma Faq	Mumbai	2951	2900-2950	-
Burma Faq	Delhi	3100	3100	-
Desi	Akola	3200	3200-3300	-
Desi	Indore	2700-3000	2800-3200	-
Desi	Vijaywada	3500	3500	-

CHANA

FUNDAMENTALS

Sentiments are improving in chana markets. Government has notified ban on all kind of pulses, but traders are working out possibility of its export to Pakistan for the deals that had been finalized prior to the notification. In the said notifications different pulses are enlisted for which amendments have been made in export policy putting all into the restricted category. Nature of restriction has been mentioned as 'not permitted to be exported'. But the third point in the said notification mentions that this amendment will remain effective for the next six months and shall not apply to **IMPORTS** already effected against Advance Licences / Authorisations issued prior to date of issue of the notification.

Futures Market Commentary

Chana July contract also featured roller-coaster trend during the day. Futures though fell into negative zone for a brief period, futures spent most of the day into positive territory. Futures kept swinging in the narrow range of 2150 -2180 during mid-hours. July contract posted big gains in the final hours. Chana July contract ended the day up Rs 87 at Rs 2235 per qtl.

Price Drivers

Bullish

Unavailability and high prices of chana in international markets

Bearish

Ban on Pulses Export

Weather

Southwest monsoon has further advanced into remaining parts of Gujarat and Madhya Pradesh and some more parts of West Uttar Pradesh

TECHNICALS

NCDEX -July Contract

Big white candlestick body with small shadows on either side confirms sharp bullish reversal in pattern. Prices, however, closed below both the 9-days and 18-days EMA. %k line is in oversold zone and running below %d line, while RSI is giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2160	2085	2235	2276	2317
August	2203	2129	2277	2318	2359

TRADE RECOMMENDATION:

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

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	30.06.06	29.06.06	Change
Rajasthan Desi	Delhi	2200-2225	2150	+50
MP Desi	Delhi	2150	2130	+20
Kantewala	Indore	2200	2150	+50
Desi	Gulbarga	2100	2100	-
Gauran	Latur	NA	2000-2050	-
Annagiri	Latur	NA	2150	-
G-12/Vijay	Latur	NA	2100-2150	-
Gauran	Jalna	2150	2150	-
Pila	Jalna	2200	NA	-
Mixed	Akola	2200	2175	+25
Chapa	Akola	2225-2250	2225-2230	-
Desi	Kanpur	2250	2250	-

TUR

FUNDAMENTALS

Tur markets continued to feature lackluster trading. Demand for the same remained weak in domestic markets. Traders, however, are expecting improvement in demand as and when market stabilizes. Traders feel that tur prices for the season seem to have bottomed out. Sluggish trend in immediate might also affect the decision of the farmers. Sowing of the crop is in progress in Karnataka and Maharashtra. Farmers in these states however are more inclined towards other pulses like mung and urad due to good realization against last year crop.

Futures Market Commentary

July tur futures opened in a very volatile mode and extended the day further in zigzag manner. Futures spent most of the day into negative territory. Futures managed to come out of negative territory in the final hour and ended the day in bullish mode. Lemon tur July contract ended up Rs 14 at Rs 1583 per qtl.

Price Drivers

Bullish

Likely fall in acreage this year

Bearish

Good stock of domestic produce

Weather

Southwest monsoon has further advanced into remaining parts of Gujarat and Madhya Pradesh and some more parts of West Uttar Pradesh

TECHNICALS

NCDEX -July Contract

White candlestick body has formed 'piercing line' pattern. Both the 9-days and 18-days EMA remained above price line. %K line has just made bearish pattern with %d line. MACD has made bearish crossover with its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1555	1528	1583	1604	1626
August	1567	1541	1594	1615	1637

TRADE RECOMMENDATION:

Buy July contract near 1580 with target towards 1600, second target 1610. Put SL at 1565.

Spot Market Prices of Tur

Origin/Grade	Center	30.06.06	29.06.06	Change
Burmese Lemon	Mumbai	1525	1525	-
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1775	1775	-
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	NA	1750-1840	-
White Tur	Latur	NA	1750-1889	-
Red	Jalna	1750	1750	-
White	Jalna	1825-1850	1800-1825	-
BDM	Jalna	1900	1900	-
Marathwada	Akola	1811	1811-1815	-
Vidarbha	Akola	1800	1790	+10
Local Tur	Vijaywada	1750	1750	-

Others

Moong

Moong markets continued to see weak trend. Demand for the same remained weak in domestic markets. Also, Nafed is importing some 5000-ton of moong from Myanmar. Farmers might go for urad in states like Karnataka.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	30.06.06	29.06.06
Shekhavati	Delhi	3100	3100
Kishangarh	Delhi	3150	3150
Medta/Bisao	Delhi	3200	3200
Desi	Indore	2700-3000	2800-3100
Muglai	Jalna	2700-2800	NA
Chamki	Akola	2800	2700-3000

PEAS

Peas markets continued to see steady trend. Though supply has improved with the increase in import, demand is equally good due to higher prices of other alternatives.

Spot Market Prices of Pea (Rs/qty)

Center	30.06.06	29.06.06
Mumbai	1195-1201	1181-1200
Kanpur	1250	1250

Masoor

Weak demand in domestic markets kept the masoor stockists in low spirits. However, stockists have turned reserved seller due to recent fall in its prices. Since, stock is short, traders are not much bothered about export ban.

Spot Market Prices of Masoor (Rs/qty)

Center	30.06.06	29.06.06
Delhi-MP/kota Line	1800-1850	1800
Delhi- UP/Sikari	2350	2350
Kanpur local mill delivery	1825	1850
Kanpur new- Braeilly Delivery	1890	1910
Kanpur- new Malka Dal	2025	2070
Indore- Masra	1710	1730
Indore- Masoor New	1700	1720
Indore- Medium New	1600	1600
Bahraich-Masoor	2600	2600
Bahraich-Export Chanti	2925	2925
Kolkata (Truck delivery)	3300	3300
Masur Dal	2900	2900

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

Quality	30.06.06
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 Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	500-510

Port watch

- Kolkata Port is receiving 3,300 MT of pulses from the vessel 'Supreme'. The cargo was loaded from Yangon. B Ghose agents is handling the vessel. Delivery of 1,747 MT of pulses is continuing at Kolkata Port from the vessel 'HPA An'. The cargo was loaded from Yangon. Pennon 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. 'Barra' is expected at Kolkata Port to discharge 41,189 MT of yellow peas.
- Mumbai Port is receiving 39,700 MT of peas from the vessel 'Blest Marine'. The vessel is being handled by Sahi Oretrans agents.

Forex - 1 US\$ - INR 46.080

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