

PULSES DAILY

June 07, 2006

URAD

FUNDAMENTALS

Sentiments are turning bullish with the weakening of monsoon at western coast. Though import has been frequent from Burma, local stockists appeared stern quoting higher as stock of the same is short in Maharashtra (almost exhausted in interior markets). Sowing of urad is scheduled to start in first fortnight of June. So, lot more depends upon further advancement of monsoon. As per Indian Meteorological Department (IMD), monsoon had struck to western coast ahead of schedule. But as observed by trade people, distribution of rainfall in most areas of northern Karnataka and northern Maharashtra has not been satisfactory. One small summer crop is due in some parts of Andhra Pradesh, but dimension of this crop is not big enough to affect trend in market.

Futures Market Commentary

Urad June contract opened up gapping substantially versus yesterday closing. Futures kept floating in positive zone through the day. Future moved in narrow range during mid hours, but posted substantial gains in the final hour. Futures peaked to 3079 near 4.20 pm, but eventually ended the day up Rs 60 at Rs 3057 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

White candlestick body has formed 'short day' pattern. Formation of 'opening marubozu' with small upper shadow reflects strength in existing pattern. MACD is moving upward, but is still in negative zone. Stochastic oscillator is giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	3020	2982	3057	3087	3116
July	3017	2976	3058	3087	3116

TRADE RECOMMENDATION:

Buy June contract near 3050 with target towards 3075.
Second target 3090. Put SL at 3030.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	06.06.06	05.06.06	Change
Burma Faq	Mumbai	3100	3100	-
Burma Faq	Delhi	3275-3300	3300-3325	-
Desi	Akola	3150-3200	3200	-
Desi	Indore	2800-3200	Closed	-
Desi	Vijaywada	3600	3600	-

CHANA

FUNDAMENTALS

Sentiments remained firm in Chana markets on weather factor. Early weakness stemmed from rising suspicion against issuance of tender by TCP asking big volume (as there was rumor for 1.5 lakh ton in the market). Pakistani government is very cautious about rising prices of Pulses in the country and would avoid any step, which might lead to escalation in pulses prices in major exporting nation. Pakistan State Minister of Finance Omar Ayub Khan during presentation of national budget 2006-07 in the national assembly on Monday announced subsidy of Rs 2.5 billion for reducing prices of pulses in domestic markets. He further informed that Chana dall in Utility stores of Pakistan would be sold at Rs 30 per kg from Tuesday itself. But reports of weak monsoon at western coast helped improving sentiments in the market later in the day.

Futures Market Commentary

Chana June contract featured roller-coaster trend during the day. Though opening was firm, futures fell soon into negative zone. Futures saw day's bottom at 2486 near 11.45 am. Gradual upside movements during the day took futures uphill to the positive zone before closing. Chana June contract finished up Rs 8 at Rs 2523 per qtl.

Price Drivers

Bullish

Proposed tender by TCP
Weak monsoon at west coast

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 'doji' star. Big lower shadow shows underlying strength in the market. Prices closed above both the 9-days and 18-days EMA. MACD is moving upward, but still is in negative zone. Stochastic signals increasing momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	2495	2467	2523	2542	2561
July	2613	2585	2641	2661	2681

TRADE RECOMMENDATION:

Buy June contract near 2518 with target of 2540.
Second target 2555. Put SL at 2505.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	06.06.06	05.06.06	Change
Rajasthan Desi	Delhi	2400-2450	2450	-
MP Desi	Delhi	2420	2420	-
Kantewala	Indore	2325	2320-2325	-
Desi	Gulbarga	2175	2150-2175	-
Gauran	Latur	2150	2100	+50
Annagiri	Latur	2281	2225	+55
G-12/Vijay	Latur	2250	2150-2200	+50
Gauran	Jalna	2225	2200-2225	
Pila	Jalna	2250	2250	-
Mixed	Akola	2350	2340	+10
Chapa	Akola	2400-2450	2375	+25
Desi	Kanpur	2400	2400	-

TUR

FUNDAMENTALS

Sentiments remained firm in physical markets. However, lemon tur futures were bit easy at NCDEX. According to traders, millers/traders (serious in taking deliveries) do not see quality of tur approved for delivery at NCDEX compliant to their requirement. Quality norms as described in contract specifications for lemon tur says limit for damaged otherwise (including immature, shriveled, heated fungi and discoloured grains), Broken and Weeviled Seeds 10%, which is very high. Prices for the tur in physical markets were quoted higher on weather factor.

Futures Market Commentary

Lemon tur June futures opened firm and peaked within 5 minutes after opening of the session. But this momentum did not last long and futures dipped in to negative zone and bottomed out before noon. Futures could not get back into positive zone all through the remaining session. June tur contract ended off Rs 14 at Rs 1832 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.

Spot Market Prices of Tur

Origin/Grade	Center	06.06.06	05.06.06	Change
Burmese Lemon	Mumbai	1825-1850	1800	+25
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2025	2000-2025	-
Karnataka tur	Delhi	2100	2100	-
Red tur	Gulbarga	1875	1825	+50
Fatka Dall	Gulbarga	2700	2650	+50
Red Tur	Latur	1925-1975	1900-1950	-
White Tur	Latur	1850-1930	1850-1920	-
Red	Jalna	1800	1800	-
White	Jalna	1850	1850	-
BDM	Jalna	1950	1950	-
Marathwada	Akola	1950	1940-1945	+5
Vidarbha	Akola	1900	1900	-
Local Tur	Vijaywada	1800	1800	-

TECHNICALS

NCDEX -June Contract

Dark candlestick body has formed 'short day' pattern. Relatively big upper shadow shows weakness in the market. Prices closed above 9-days EMA, but still are below 18-days EMA. MACD is moving upward, but trading below signal line. Stochastic oscillator is giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1812	1791	1832	1861	1889
July	1854	1829	1880	1912	1945

TRADE RECOMMENDATION:

Sell June contract near 1835 with target towards 1815, second target 1805. Put SL at 1845.

Others

Moong

Sentiments improved in Moong markets on weather factor. Weather is very crucial factor, as sowing of kharif moong is scheduled shortly in southern India. Farmers this year are highly inclined towards moong due to good realization for last year crop.

Spot Market Prices of Moong (Rs/qtyl)

Origin/Grade	Center	06.06.06	05.06.06
Shekhavati	Delhi	3400	3350
Kishangarh	Delhi	3425	3400
Medta/Bisao	Delhi	3450	3400
Desi	Indore	2900-3200	Closed
Muglai	Jalna	NA	NA
Chamki	Akola	3100	3050-3100

PEAS

Peas markets observed steady trend. Demand for the same is good enough to offset the supply factor. Few consignments carrying peas have just reached at different ports. Prices are lucrative in the markets.

Spot Market Prices of Pea (Rs/qtyl)

Center	06.06.06	05.06.06
Mumbai	1260	1240
Kanpur	1310	1315

Masoor

Masoor markets featured steady trend. Demand for the same has improved slightly from eastern zone. Also, slight improvement was seen in demand for 'motti grade' masoor from Bangladesh.

Spot Market Prices of Masoor (Rs/qtyl)

Center	06.06.06	05.06.06
Delhi-MP/kota Line	2020	2020
Delhi- UP/Sikari	2470	2470
Kanpur local mill delivery	1970	1975
Kanpur new-Braeilly Delivery	2030-2035	2040-2050
Kanpur- new Malka Dal	2225-2250	2225-2240
Indore- Masra	1890	Closed
Indore- Masoor New	1880	Closed
Indore- Medium New	1800	Closed
Bahraich-Masoor	2710	2710
Bahraich-Export Chanti	3135	3135
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3050

International Prices (\$/ton)

Quality	06.06.06
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 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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