

## PULSES DAILY

June 05, 2006

### URAD

#### FUNDAMENTALS

Urad prices kept moving higher frantically squarely cornering the increased availability of Burmese cargo. Some blames unsatisfactory movement of monsoon for this. Weather is a crucial factor for urad, as its sowing is due shortly. However, few look at it as some kind of manipulation done by small class of investors. Trading has been low in physical markets due to increased volatility in its prices. Since, prices in futures markets are considered as standard prices, traders in physical markets continued chasing futures blindly without paying heed to decline in its volume. Volume of trade in urad contracts at NCDEX has fallen significantly due to higher margins and increased volatility. Since, volume is low, price discovery should not be deemed rational.

#### Futures Market Commentary

Urad June contract opened 26 points up versus yesterday closing and kept hanging in the positive territory through the day. Futures turned red near 11.20 am for a very brief period and eventually ended the day in positive zone. Urad June contract ended up Rs 104 at Rs 3078 per qtl.

#### Price Drivers

##### Bullish

Dwindling inventories in Southern States  
Reserved selling by stockists

##### Bearish

Arrival of imported cargo from Myanmar  
Timely onset of monsoon

#### Weather

Monsoon has entered into interior of northern Karnataka and southern Maharashtra gradually. Early monsoon will facilitate early sowing.

#### TECHNICALS

##### NCDEX -June Contract

Prices closed above both the 9-days and 18-days EMA. White candlestick body has formed 'short day' pattern. MACD is in negative territory, but heading upwardly. %k line has made bullish crossover with %d line.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	3001	2924	3078	3124	3170
July	2979	2869	3088	3164	3239

#### TRADE RECOMMENDATION:

Sell June contract near 3085 with target towards 3055. Second target 3040. Put SL at 3105.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	03.06.06	02.06.06	Change
Burma Faq	Mumbai	3125-3150	3025	+100
Burma Faq	Delhi	3250-3300	3200	+50
Desi	Akola	3200-3250	3150-3200	--
Desi	Indore	2700-3100	3100-3200	-
Desi	Vijaywada	1780	NA	-

## CHANA

### FUNDAMENTALS

Chana markets featured firm trend. Stock of chana is good in all the interior and terminal markets, people are confident of its promising outlook despite sluggish demand for the same in immediate. According to traders, fall in its demand is seasonal and short-lived. As volatility has increased in recent, millers/retailers are not taking any chance of accumulating stocks at higher prices. Prices are also high in international markets because of good demand from Pakistan.

### Futures Market Commentary

Chana June contract opened weak, but early attempts to recover from the negative zone was not much helpful. Futures kept hanging in negative territory till last hour. Futures bottomed out near 11.40 am. Sharp upside movements were seen in final hour. Futures peaked to 2515 level just before closing. June contract ended up Rs 47 at Rs 2500 per qtl.

### Price Drivers

#### Bullish

Reserved selling by stockists

#### Bearish

Subdued demand from consumers' end

Early onset of Monsoon

### Weather

Monsoon is progressing well in South. 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	2446	2393	2500	2534	2569
July	2557	2495	2620	2660	2701

#### TRADE RECOMMENDATION:

Buy June contract near 2500 with target of 2520. Second target 2535. Put SL at 2485.

### Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	03.06.06	02.06.06	Change
Rajasthan Desi	Delhi	2420	2400	+20
MP Desi	Delhi	2400	2370-2380	+20
Kantewala	Indore	2300	2270-2275	+25
Desi	Gulbarga	2200	2150-2160	+40
Gauran	Latur	2100	Closed	-
Annagiri	Latur	2200-2225	Closed	-
G-12/Vijay	Latur	2150	Closed	-
Gauran	Jalna	2200-2225	2125-2200	-
Pila	Jalna	2250	2250	-
Mixed	Akola	2300	2290-2300	-
Chapa	Akola	2350	2325	+25
Desi	Kanpur	2375-2400	2375-2380	-

## TUR

### FUNDAMENTALS

Tur markets improved further on ideas of oversold markets coupled with fresh weather concern. According to trade sources, intensity of rainfall has not been satisfactory in states like Andhra Pradesh, and Karnataka TN etc. However, these concerns have not been backed by official reports. Selling in interior markets has dried after big ease in its prices. As informed by trades, Burmese are desperate sellers, but Indian importers are reluctant to make further deals as demand for the imported tur is dwindling due to its inferior quality,

### Futures Market Commentary

Lemon tur futures featured roller-coaster trend, as prices moved both side of unchanged levels during the day. Futures set high at 1825 with in 5 minutes after opening of the session, but never returned close to that level again in the day. June contract finished off Rs 5 at Rs 1793 per qtl.

### Price Drivers

#### Bullish

Increased preference for desi tur

#### Bearish

Arrival of imported cargo from Myanmar

Early advancement of monsoon

### Weather

Monsoon is advancing well in south. Early arrivals will facilitate early sowing. All eyes are on the monsoon now.

### TECHNICALS

#### NCDEX -June Contract

Both the 9-days and 18-days EMA remained above price line. Candlestick body has formed 'spinning top' pattern. MACD is in negative territory and trading below its signal line. Stochastic oscillator is giving slightly bullish signal.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
June	1776	1758	1793	1818	1842
July	1832	1815	1850	1871	1893

#### TRADE RECOMMENDATION:

Buy June contract near 1795 with target towards 1820, second target 1835. Put SL at 1780.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	03.06.06	02.06.06	Change
Burmese Lemon	Mumbai	1750	1675	+75
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	2000	1950-1975	+25
Karnataka tur	Delhi	2075-2100	2050-2100	-
Red tur	Gulbarga	1800	1760	+40
Fatka Dall	Gulbarga	2600	2600	-
Red Tur	Latur	1870-1900	Closed	-
White Tur	Latur	1850-1900	Closed	-
Red	Jalna	1800	1725-1800	-
White	Jalna	1850	1850	-
BDM	Jalna	1950	1900	+50
Marathwada	Akola	1900	1900	-
Vidarbha	Akola	1870	1875-1880	-5
Local Tur	Vijaywada	1780	NA	-

## Others

### Moong

Sentiments also improved in Moong markets. Rumors of likely weather troubles helped offsetting supply factor. Weather is a crucial factor, as sowing of kharif crop is scheduled shortly. Supply has improved, as sowing was good in summer crop. Demand for the same has not been aggressive in the physical markets.

#### Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	03.06.06	02.06.06
Shekhavati	Delhi	3350	3300
Kishangarh	Delhi	3400	3350
Medta/Bisao	Delhi	3400	3350
Desi	Indore	2900-3100	2700-2900
Muglai	Jalna	NA	NA
Chamki	Akola	3200-3250	3000-3050

## PEAS

Increased availability of imported produce continued weighing on values. Firming up of chana prices helped offsetting import factor to some extent.

#### Spot Market Prices of Pea (Rs/qrtl)

Center	03.06.06	02.06.06
Mumbai	1241	1240
Kanpur	1290-1300	1295-1300

## Masoor

Masoor markets continued to observe steady trend. Emergence of fresh export demand from Bangladesh has helped underpinning its values. Outstation demand for the same has also been good from eastern states.

#### Spot Market Prices of Masoor (Rs/qrtl)

Center	03.06.06	02.06.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2450-2475	2450-2475
Kanpur local mill delivery	1960-1970	1970
Kanpur new-Braeilly Delivery	2025-2030	2025-2030
Kanpur- new Malka Dal	2225-2240	2225-2230
Indore- Masra	1860	1870
Indore- Masoor New	1850	1860
Indore- Medium New	1775	1775
Bahraich-Masoor	2710	2710
Bahraich-Export Chanti	3135	3135
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3050

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

Quality	03.06.06
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 45.680

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