

PULSES DAILY

July 25, 2006

URAD

FUNDAMENTALS

Urad markets observed steady to easy trend. Apart from fall in Indian Rupee versus dollar, weather problems in Karnataka and immediate shot-supply were regular bullish items. Indian Rupee fell further by Rs 0.27 per USD. Buying however remained subdued on reports of many consignments due shortly. According to unofficial sources, 46,786 MT of pulses are scheduled to arrive with in a fortnight or so. Out of which, 14,894 MT is expected with in a week. These vessels will be bringing 18,536 MT of urad.

Futures Market Commentary

Urad August opened up gapping significantly versus previous day's closing. Futures kept hovering high into the positive territory till late in the session. Substantial fall was seen in the last hour. Volume remained low 3,110 MT during the session. Open Interest at the end of the session was at 7,090 MT.

Price Drivers

Bullish

Low stocks of urad in Immediate

Bearish

Import by Nafed, PEC, MMTC

Weather

Southwest monsoon has covered the entire country. Rainfall activity over the east India is likely to increase with the likely formation of a low pressure area over northwest Bay of Bengal around 27th July.

TECHNICALS

NCDEX -August Contract

Big dark candlestick body with small shadows on either side shows strongly bearish pattern. Prices closed below 9-days EMA, but remained above 18-days EMA. %K line is running below %d line and falling further downward. MACD has made bearish crossover with its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2793	2766	2821	2869	2918
Sept	2569	2548	2590	2628	2666

TRADE RECOMMENDATION:

Sell August contract near 2825 with target towards 2800
Second target at 2785. Put SL at 2840.

Spot Market Prices of Urad

(Rs/mt)

Origin/Grade	Center	24.07.06	22.07.06	Change
Burma Faq	Mumbai	3150	3151	-
Burma Faq	Delhi	3275-3280	3320	-40
Desi	Akola	3300-3500	3300	-
Desi	Indore	2700-3100	2800-3100	-
Desi	Vijaywada	3625	3600-3650	-

CHANA

FUNDAMENTALS

Sentiments remained firm in chana markets. Demand for the same is good for festivals ahead. Also, overseas report suggest bullish outlook. According to sources, weather is not friendly in Australia, which might affect its production in the country. Australia grows chickpea mainly for export to Asian continent. Further, NCDEX has opened a delivery center in Bikaner for all contracts of chana expiring in August and afterwards. Traders said that this would affect the arrivals of chana from Rajasthan in Delhi.

Futures Market Commentary

Chana August contract opened firm and posted smart gains just after opening of the session. Futures moved higher steadily all through the day and attained peak by 16.20 hrs. Moderate selling was seen just before closing, but futures ended the session with smart gains on day basis. Chana August contract finished up Rs 55 at Rs 2474 per qtl.

Price Drivers

Bullish

High prices of chana in international markets
Firm advises from overseas markets

Bearish

Ban on Pulses Export till March 31st, 2007

Weather

Southwest monsoon has covered the entire country. Rainfall activity over the east India is likely to increase with the likely formation of a low pressure area over northwest Bay of Bengal around 27th July.

TECHNICALS

NCDEX -August Contract

'Opening marubozu' with small upper shadow shows strength in existing bullish pattern. Prices closed far higher than both the 9-days and 18-days EMA. Stochastic oscillator is still below % d line, but is very close to entering into overbought zone. MACD is moving upward into positive territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2441	2409	2474	2493	2513
Sept	2497	2461	2534	2555	2577

TRADE RECOMMENDATION:

Buy August contract near 2470 with target of 2490
Second target 2505. Put SL at 2460

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	24.07.06	22.07.06	Change
Rajasthan Desi	Delhi	2400-2425	2370-2375	+25
MP Desi	Delhi	2400	2360-2370	+30
Kantewala	Indore	2320-2350	2280-2285	+35
Desi	Gulbarga	2200	2200-2225	-
Gauran	Latur	Closed	NA	-
Annagiri	Latur	Closed	NA	-
G-12/Vijay	Latur	Closed	NA	-
Gauran	Jalna	2150-2200	2150-2250	-
Pila	Jalna	2300	2275-2300	-
Mixed	Akola	2360-2365	2300	+60
Chapa	Akola	2375	2330-2335	+40
Desi	Kanpur	2415-2420	2390-2400	+15

TUR

FUNDAMENTALS

Lemon tur markets continued to see lackadaisical trend. According to sources, total 14,839 MT of tur is scheduled to arrive from Myanmar with in a fortnight or so. According to trades, quality of tur although is inferior, but its increased availability will affect demand for desi cargos as well. Only bullish factor is little concerning weather in northern Karnataka, where rains have been scanty so far.

Futures Market Commentary

Lemon tur August futures opened in red zone, but came out from this territory very swiftly. Day's high was set within 15 minutes after opening of the session. Futures kept hanging higher till late in the session. Futures moved both side of unchanged level in the last hour and ended the day unchanged at Rs 1589 per qtl.

Price Drivers

Bullish

Concerning weather in Karnataka

Bearish

Due import of Tur by govt

Weather

Southwest monsoon has covered the entire country. Rainfall activity over the east India is likely to increase with the likely formation of a low pressure area over northwest Bay of Bengal around 27th July.

TECHNICALS

NCDEX -August Contract

White candlestick body has formed 'short day' pattern and big upper shadow shows bearish trend. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is in oversold zone and falling further downward. MACD is running flat in to negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1580	1573	1589	1598	1606
Sept	1610	1605	1615	1625	1635

TRADE RECOMMENDATION:

Sell August contract near 1590 with target towards 1580, second target 1575. Put SL at 1597.

Spot Market Prices of Tur

Origin/Grade	Center	24.07.06	22.07.06	(Rs/qtl) Change
Burmese Lemon	Mumbai	1580	1575	+5
Burmese Lemon	Delhi	1800-1825	1800	-
Maharashtra tur	Delhi	1900-1925	1900	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1800	1825-1830	-25
Fatka Dall	Gulbarga	2650	2675	-25
Red Tur	Latur	Closed	NA	-
White Tur	Latur	Closed	NA	-
Red	Jalna	1750	1750	-
White	Jalna	1750-1825	1750-1825	-
BDM	Jalna	1850	1850	-
Marathwada	Akola	1870	1860	+10
Vidarbha	Akola	1865	1840	+25
Local Tur	Vijaywada	1680	1670-1680	-

Others

Moong

Demand remained weak in Moong markets. Harvest of the same has been in progress in Hubli line. Main harvest still is to be started with in a fortnight or so. Prevailing stressed weather situation there is likely to affect its yield potential.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	24.07.06	22.07.06
Shekhavati	Delhi	3100	3150
Kishangarh	Delhi	3150	3175
Medta/Bisao	Delhi	3200-3250	3200
Desi	Indore	2600-2900	2600-2900
Chamki	Jalna	2500-2750	2600-2850
Chamki	Akola	2800-2850	2700-2850

FIELD PEAS

Field pea prices gained smartly following bullish crop reports from Australia and firming up of chana in domestic markets. Import of peas has slowed in recent past. Traders expect big consignments later in the last quarter if bullish trend in domestic markets sustains longer.

Spot Market Prices of Pea (Rs/qtl)

Center	24.07.06	22.07.06
Mumbai	1300-1325	1231
Kanpur	1315-1320	1300

Masoor

Masoor prices continued to hold steady levels in absence of fresh fundamental news. Dynamics in Masoor markets now are dependent upon domestic factors only. Sustained bullishness in domestic markets might attract its import.

Spot Market Prices of Masoor (Rs/qtl)

Center	24.07.06	22.07.06
Delhi-MP/kota Line	1925	1925-1950
Delhi- UP/Sikari	2450	2450
Kanpur local mill delivery	1925-1930	1925-1930
Kanpur new-Braeilly Delivery	1975-1980	1990
Kanpur- new Malka Dal	2120-2125	2100-2125
Indore- Masra	1820	1820
Indore- Masoor New	1810	1810
Indore- Medium New	1725	1725
Bahraich-Masoor	2625	2625
Bahraich-Export Chanti	2900	2900
Kolkata (Truck delivery)	330	3300
Masur Dal	2900	2900

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

Quality	24.07.06
Burmese new Lemon Tur Mumbai Chennai	320
Burmese FAQ new Tur Mumbai/Chennai	NA
Burmese Shwebo Tur Mumbai/Chennai	NA
Burmese FAQ Urad Mumbai/Chennai	650
Burmese SQ Urad Mumbai/Chennai	700
Burmese Pedishwa Mung Chennai/Mumbai	620
Burmese Anneswar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	500-510

Port watch

- Chennai Port is receiving 5,918 MT of yellow peas from the vessel 'Ding Xiang Hal'. Canopus agents is handling the vessel.
- Delivery of 1,800 MT of pulses is continuing at Kolkata Port from the vessel 'Caraka J Niaga'. The cargo was loaded from Yangon. B Ghose agents is handling the vessel.

Forex - 1 US\$ - INR 46.930

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