

PULSES DAILY

July 31, 2006

URAD

FUNDAMENTALS

There was little nervousness about likely government action ahead. Concerns scaled high after the statement of honorary finance minister Sh. P. Chidambaram in Parliament that all necessary action would be taken to address the inflation issue. However, minister sighted augmentation of supply as solution to pull prices of farm commodity down. Minister said that prices of pulses would come down only after onset of its domestic harvest. Different govt agencies have bought huge pulses from overseas markets. Large consignments will start reaching at different Indian ports from next week itself. Weather is favourable for crop in all of its major producing states.

Futures Market Commentary

Urad August contract featured roller-coaster trend through the day. Futures opened firm, but fell into negative territory within 5 minutes after opening of the session. Tilt in initial hours was towards downside. From 12 noon to 1.30 pm futures moved both side of unchanged level and final hour. Modest gains were posted later in the session, most of which it shed in last five minutes. August Urad contract ended up Rs 7 at Rs 2765 per qtl.

Price Drivers

Bullish

Low stocks of urad in Immediate

Bearish

Import by Nafed, PEC, MMTC

Weather

Fairly widespread rainfall with isolated heavy to very heavy falls over East Madhya Pradesh and Vidarbha and ongoing widespread rainfall with very heavy falls (13-25 cms) at a few places is likely to continue over Madhya Maharashtra and Gujarat during next 2-3 days.

TECHNICALS

NCDEX -August Contract

Candlestick body has formed 'doji star' and big lower shadow shows strength in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is in oversold zone and still trading below %d line. MACD is slanting downward and about to make centerline crossover.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2724	2682	2765	2798	2830
Sept	2456	2426	2485	2510	2534

TRADE RECOMMENDATION:

Sell August contract near 2770 with target towards 2750
Second target at 2735. Put SL at 2785.

Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	29.07.06	28.07.06	Change
Burma Faq	Mumbai	3100	2950-3025	+75
Burma Faq	Delhi	3200	3200	-
Desi	Akola	3200	3200	-
Desi	Indore	2700-3100	2700-3100	-
Desi	Vijaywada	3550	3550	-

CHANA

FUNDAMENTALS

There was nothing fresh in fundamentals. Demand for the same is good for festival season ahead. Weather is satisfactory in all the major producing belts in India, which assures normal crop year ahead. However, it is not true in all the chana-producing countries. Weather is little fussy in Australia, which is the major exporter of Desi chickpeas. Locals see parity price of chana import from Australia as ceiling of its prices in domestic markets in coming months.

Futures Market Commentary

August contract opened firm versus previous day closing, but could not spend more time in green zone. Futures set out falling downward soon after opening of the session and turned red within 5 minutes after opening of the session. Futures bottomed out near 11.30 am. Although futures toiled to get out of negative territory couple of times before closing, but higher levels were not sustained longer. August contract ended off Rs 5 at Rs 2453 per qtl.

Price Drivers

Bullish

Good demand from the retail end

Bearish

Improved weather in all pulses growing areas

Weather

Fairly widespread rainfall with isolated heavy to very heavy falls over East Madhya Pradesh and Vidarbha and ongoing widespread rainfall with very heavy falls (13-25 cms) at a few places is likely to continue over Madhya Maharashtra and Gujarat during next 2-3 days.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'short day' pattern, but prices closed far higher from both the 9-days and 18-days EMA. %k line has made bearish crossover with %d line. MACD is running flat into positive territory. RSI is giving signals of gaining momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2439	2424	2453	2472	2490
Sept	2472	2457	2488	2507	2527

TRADE RECOMMENDATION:

Buy August contract near 2450 with target of 2470
Second target 2485. Put SL at 2435

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	29.07.06	28.07.06	Change
Rajasthan Desi	Delhi	2415-2420	2400	+20
MP Desi	Delhi	2400	2380	+20
Kantewala	Indore	2350	2330-2335	+15
Desi	Gulbarga	2200	2200-2225	-
Gauran	Latur	2150	Closed	-
Annagiri	Latur	2200-2300	Closed	-
G-12/Vijay	Latur	2150-2200	Closed	-
Gauran	Jalna	2300	2300	-
Pila	Jalna	2325	2325	-
Mixed	Akola	2350-2360	2360-2365	-
Chapa	Akola	2380-2390	2400	-10
Desi	Kanpur	2440	2440-2450	-

TUR

FUNDAMENTALS

Tur markets continued to see dull trend. Demand for its produce weakened from local consumption centers slightly with increased availability of Moong. Harvest of moong has started in some areas of Karnataka like Chitradurga, Narayanpeth, Gadag etc. Weather situation also is good for tur crop. Buying for the same also remained subdued ahead of its consignment from overseas markets. Bearish aspect of import this time is that majority produce arriving is bought by the government agencies.

Futures Market Commentary

Today was completely bearish for Lemon tur. August futures opened weak gapping significantly versus previous days closing and spent the whole day into negative territory. Substantial selling was seen near 11 am. Downtrend persisted till 11.30 am. Futures thereafter slithered in a narrow range and ended the day off Rs 23 at Rs 1542 per qtl.

Price Drivers

Bullish

Concerning situation in AP

Bearish

Due import of Tur by govt

Weather

Fairly widespread rainfall with isolated heavy to very heavy falls over East Madhya Pradesh and Vidarbha and ongoing widespread rainfall with very heavy falls (13-25 cms) at a few places is likely to continue over Madhya Maharashtra and Gujarat during next 2-3 days.

TECHNICALS

NCDEX -August Contract

Dark candlestick body with 'closing marubozu' and very small upper shadow shows strongly bearish pattern. Futures closed below both the 9-days and 18-days EMA. %k line is deep down into oversold zone and has further made bearish crossover with %d line. MACD is in negative territory and moving downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1535	1527	1542	1556	1569
Sept	1562	1553	1570	1585	1599

TRADE RECOMMENDATION:

Sell August contract near 1548 with target towards 1535, second target 1530. Put SL at 1555.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	29.07.06	28.07.06	Change
Burmese Lemon	Mumbai	1571	1570	-
Burmese Lemon	Delhi	1750	1750	-
Maharashtra tur	Delhi	1875-1900	1850	+25
Karnataka tur	Delhi	1950	1950	-
Red tur	Gulbarga	1820	1810-1815	+5
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	1825-1860	Closed	-
White Tur	Latur	1850-1950	Closed	-
Red	Jalna	1725	1725-1750	-
White	Jalna	1825-1850	1825	-
BDM	Jalna	1900	1900	-
Marathwada	Akola	1811-1815	1840	-25
Vidarbha	Akola	1825-1830	1840	-10
Local Tur	Vijaywada	1650	1650-1660	-

Others

Moong

Moong markets remained easy with the improvement of weather in all its major producing states. Sowing is progressing with good pace in Rajasthan. Harvesting of moong even is continuing in some areas of Karnataka like Narayanpeth, Gadag, and Chitradurga etc.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	29.07.06	28.07.06
Shekhavati	Delhi	3075	3075
Kishangarh	Delhi	3150	3150
Medta/Bisao	Delhi	3150	3175
Desi	Indore	2600-2900	2600-2900
Chamki	Jalna	NA	NA
Chamki	Akola	2500-2650	2600-2700

FIELD PEAS

Sentiments remained firm in field pea markets. Demand for the same is good from all the consumption centers. Since, chana prices have gained 8-10 % in last fortnight, demand for peas has increased from the industrial units, which could use it as alternative of chana.

Spot Market Prices of Pea (Rs/qtt)

Center	29.07.06	28.07.06
Mumbai	1311-1321	1301-1311
Kanpur	1325-1330	1325-1330

Masoor

Masoor markets continued to see sluggish trend, as both buyers and sellers still are not finding prices in parity to their need. Stockists are in no hurry, while retailers from the major consumption markets seem have mostly covered for their near term demand.

Spot Market Prices of Masoor (Rs/qtt)

Center	29.07.06	28.07.06
Delhi-MP/kota Line	1900	1900
Delhi- UP/Sikari	2400	2400
Kanpur local mill delivery	1925	1925-1930
Kanpur new- Braeilly Delivery	1970	1990-2000
Kanpur- new Malka Dal	2100-2125	2125
Indore- Masra	1810	1820
Indore- Masoor New	1800	1810
Indore- Medium New	1725	1725
Bahraich-Masoor	2711	2700
Bahraich-Export Chanti	2980	3000
Kolkata (Truck delivery)	3350	3350
Masur Dal	3000	3000

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

Quality	28.07.06
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 Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	500-510

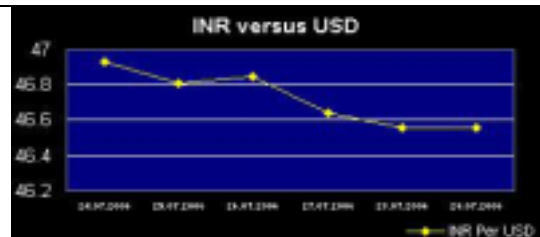
Port watch

- Delivery of 21,550 MT of peas is continuing at Tuticorin Port from the vessel 'Global Young'. Vilson agents is handling the vessel.
- Mumbai Port is expecting 'Leonis' from Yangon to deliver 12,450 MT of pulses. Able Marine agents will be handling the vessel. Delivery of 12,500 MT of pulses is expected at the port from the vessel 'Krabinaevee'. The vessel will be handled by Samsara agents.

Forex

Forex rate as on 29.07.06

Country/ Continent	Currency	Value In Rupees
USA	Dollar	46.560
European Union	Euro	59.406
Japan	100 Yen	40.609
United Kingdom	GBP	86.820



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