

PULSES DAILY

July 07, 2006

URAD

FUNDAMENTALS

Slight improvement was seen in urad markets. According to traders, fundamentals for the same remained more or less steady, news of AP govt announcing enhanced MSP for pulses namely red gram, green gram and black gram helped improving the sentiments. AP govt raised MSP for black gram to Rs 1520 per qtl. Weather is satisfactory in Peninsular India, where sowing of urad is nearing its completion. Farmers are highly inclined towards this crop and traders do not rule out possibility of 10-15% increase in acreage under this crop on year basis.

Futures Market Commentary

Urad July futures though opened firm, but set out falling downward soon after opening of the session. Futures fell in to negative zone and saw day's bottom with in first 30 minutes. Futures did not stay long in the negative territory and come out of bearish mood very swiftly. Futures kept hanging in the positive zone till end of the day. Urad July contract finished up Rs 27 at Rs 2870 per qtl.

Price Drivers

Bullish

High prices in International markets

Bearish

Import by Nafed

Retailing by Delhi Govt

Weather

Rainfall activity over Maharashtra (including Mumbai) and over Gujarat is likely to reduce. However, fairly widespread rains with isolated heavy falls are likely over these areas and also over south Rajasthan and West Madhya Pradesh till tomorrow.

TECHNICALS

NCDEX -July Contract

'Spinning top' formation by candlestick body shows little price-action. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is running above %d line and is moving further upward. MACD is moving upward, but is still trading below its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2840	2811	2870	2894	2919
August	2598	2579	2618	2646	2675

TRADE RECOMMENDATION:

Sell July contract near 2875 with target towards 2850. Second target at 2840. Put SL at 2890.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	06.07.06	05.07.06	Change
Burma Faq	Mumbai	3075	3050	+25
Burma Faq	Delhi	3200	3200	-
Desi	Akola	3200-3300	3200-3300	-
Desi	Indore	2700-3000	2700-3000	-
Desi	Vijaywada	3550	3550	-

CHANA

FUNDAMENTALS

Chana markets also observed firm trend, but traders rule out possibility of big jump in its prices owing to increased intervention by the government. Traders credit fresh demand from the actual users/millers for this improvement. Traders further informed that arrivals in Delhi have been viewed as barometer of selling intentions of stockists in Rajasthan and northern Madhya Pradesh, which presently have reduced to 15-20 motors. Increased clamors for likely government action against profiteers might be one reason for this decline. Further, demand in Delhi also has got confined from actual users only and its prices have fallen by 10-12% due to increased fear of govt actions.

Futures Market Commentary

Opening of chana July futures remained weak and futures bottomed out with in five minutes after opening of the session. Upside movements were timid in the initial hour, steady gains in the later session kept the futures floating high in the positive zone. Chana July contract eventually ended the day up Rs 25 at Rs 2200 per qtl.

Price Drivers

Bullish

Unavailability and high prices of chana in international markets

Bearish

Ban on Pulses Export extended till March 31st, 2007

Weather

Rainfall activity over Maharashtra (including Mumbai) and over Gujarat is likely to reduce. However, fairly widespread rains with isolated heavy falls are likely over these areas and also over south Rajasthan and West Madhya Pradesh till tomorrow.

TECHNICALS

NCDEX -July Contract

Candlestick body has formed 'bullish engulfing' pattern. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator shows gaining momentum. MACD is in negative territory and moving upward. RSI is also upwardly slanted and is in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2172	2144	2200	2218	2236
August	2212	2181	2243	2264	2285

TRADE RECOMMENDATION:

Sell July contract near 2205 with target of 2180. Second target 2170. Put SL at 2220.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	06.07.06	05.07.06	Change
Rajasthan Desi	Delhi	2200	2225	-25
MP Desi	Delhi	2190	2200	-10
Kantewala	Indore	2170-2175	2170	-
Desi	Gulbarga	2050	2100	-50
Gauran	Latur	2100	2050-2100	-
Annagiri	Latur	2250	2200	+50
G-12/Vijay	Latur	2200	2150	+50
Gauran	Jalna	2150	NA	-
Pila	Jalna	2200	NA	-
Mixed	Akola	2240	2225	+15
Chapa	Akola	2260-2265	2250	+10
Desi	Kanpur	2320-2325	2300	+20

TUR

FUNDAMENTALS

Sentiments also improved in Tur markets following news of AP govt enhancing MSP for red gram, green gram and black gram. Traders are happy with the govt decision. This will help farmers to have good realization and to the govt in maintaining enough stocks against its buffer requirement. Traders are happy with this decision. According to traders, this will help discouraging hoarders/profiteers and govt also will not have to shell out big amount for costly import.

Futures Market Commentary

Tur July contract observed roller-coaster trend. Futures sneaked into negative territory for a very brief period and spent most of the day swinging in to the positive zone. Day's high was set near 13.25 hrs, but profit booking thereafter pulled the futures off the high. Lemon tur July contract ended the day up Rs 6 at Rs 1574 per qtl.

Price Drivers

Bullish

Likely fall in acreage this year

Bearish

Good stock of domestic produce

Weather

Rainfall activity over Maharashtra (including Mumbai) and over Gujarat is likely to reduce. However, fairly widespread rains with isolated heavy falls are likely over these areas and also over south Rajasthan and West Madhya Pradesh till tomorrow.

TECHNICALS

NCDEX -July Contract

White candlestick body has formed very short day pattern. Big upper shadow shows limited upside potential. Prices closed below both the slow and fast EMAs. %k line is running above %d line. MACD though is heading upward, but is trading below its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1566	1558	1574	1583	1592
August	1587	1578	1596	1605	1614

TRADE RECOMMENDATION:

Buy July contract near 1570 with target towards 1590, second target 1605. Put SL at 1560.

Spot Market Prices of Tur

Origin/Grade	Center	06.07.06	05.07.06	(Rs/qtl) Change
Burmese Lemon	Mumbai	1521	1521-1540	-
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	1950-2000	1950-2000	-
Red tur	Gulbarga	1740	1725	+15
Fatka Dall	Gulbarga	2550	2550	-
Red Tur	Latur	1800-1825	1800-1825	-
White Tur	Latur	1800-1811	1800-1870	-
Red	Jalna	1750	NA	-
White	Jalna	1800	NA	-
BDM	Jalna	1850	NA	-
Marathwada	Akola	1850	1825	+25
Vidarbha	Akola	1825-1830	1790	+35
Local Tur	Vijaywada	1625-1640	1600-1625	-

Others

Moong

Moong markets observed weak trend. However, people are very cautious against weather factor. Sowing of moong is due in Rajasthan, which is the major production state.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	06.07.06	05.07.06
Shekhavati	Delhi	3100	3100
Kishangarh	Delhi	3125	3125
Medta/Bisao	Delhi	3250	3250
Desi	Indore	2700-3000	2700-3000
Muglai	Jalna	2500-2600	NA
Chamki	Akola	2650-2800	2500-2800

FIELD PEAS

According to sources, discharge of more than one lakh ton of field-peas is in progress at different ports. However, continuous demand from the different consumption centers helped offsetting the supply factor.

Spot Market Prices of Pea (Rs/qtt)

Center	06.07.06	05.07.06
Mumbai	1190-1201	1201
Kanpur	1275	1270

Masoor

Masoor markets observed subdued demand from local consumption centers. Extended the ban on export of pulses has unnerved the stockists, who were exploring feasibility of export following firm advises from the overseas markets.

Spot Market Prices of Masoor (Rs/qtt)

Center	06.07.06	05.07.06
Delhi-MP/kota Line	1850	1850
Delhi- UP/Sikari	2325	2325
Kanpur local mill delivery	1860	1860
Kanpur new- Braeilly Delivery	1910	1910
Kanpur- new Malka Dal	2050	2050
Indore- Masra	1760	1770
Indore- Masoor New	1750	1760
Indore- Medium New	1650	1675
Bahraich-Masoor	2600	2625
Bahraich-Export Chanti	2900	2900
Kolkata (Truck delivery)	3250	3250
Masur Dal	2900	2900

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

Quality	06.07.06
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	630-650
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

- 'Barra' has berthed at Kandla Port and continues to discharge 5,242 MT of yellow peas. Sahi Oretrans agents is handling the vessel.
- 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.
- 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 46.030

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