

PULSES DAILY

July 29, 2006

URAD

FUNDAMENTALS

There was no fresh fundamental change in urad markets. Prices regained in most markets on ideas that market has overdone against reports of imported consignment or weather factor. Coming cargos will be bringing some 18000-ton of urad from Myanmar. But these cargos are bought at higher prices from Burma. Though more than 50% of this urad as informed by trade sources is bought by different government agencies. Now, at what price, government is going to retail this is still unknown.

Futures Market Commentary

Although starting was weak, but futures managed to move up from the bottom very swiftly and moved both side of unchanged level in the initial hour. Rest of the day, futures spent into positive territory. Futures moved in narrow range till late in the session and started posting big gains near 15.30 hrs, which took futures to the days' high. August futures ended the day up Rs 104 at Rs 2762 per qtl.

Price Drivers

Bullish

Low stocks of urad in Immediate

Bearish

Import by Nafed, PEC, MMTC

Weather

Under its influence widespread rainfall activity with scattered heavy to very heavy falls is likely over Orissa, Chhattisgarh, north Coastal Andhra Pradesh, Telangana during next 2-3 days. Rainfall activity is likely to increase subsequently over Madhya Pradesh, Maharashtra, (including Mumbai), Goa and Gujarat gradually thereafter.

TECHNICALS

NCDEX -August Contract

White candlestick body has formed 'short day' pattern. Prices closed below both the 9-days and 18-days EMA. %k line though is moving up of %d line, but still is in oversold zone. MACD is falling further downward into negative territory. RSI is in neutral zone and giving signals of gaining momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2674	2586	2762	2806	2850
Sept	2429	2368	2489	2530	2570

TRADE RECOMMENDATION:

Buy August contract near 2750 with target towards 2775 Second target at 2785. Put SL at 2735.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	28.07.06	27.07.06	Change
Burma Faq	Mumbai	2950-3031	3025-3050	-
Burma Faq	Delhi	3200-3225	3200-3225	-
Desi	Akola	3200	3200	-
Desi	Indore	2700-3100	2700-3100	-
Desi	Vijaywada	3550	3550	-

CHANA

FUNDAMENTALS

Chana markets also featured firm trend. Government is putting all its best to check the rising prices of essential commodities. Even different government agencies have bought pulses in bulk from overseas markets; traders in local markets cannot afford to sell the same at lower prices, when they themselves have purchased chana initially at higher prices. Selling dries up at lower prices. Reports from overseas markets also are not very friendly. Weather is reportedly fussy in Australia.

Futures Market Commentary

Chana August futures opened firm and kept hovering high all through the day. Though futures fell once into negative territory near 11.30 am, but did not get stuck into this zone for longer period. Steady rise soon after took futures to the days' high just before closing. August chana futures finished the day up Rs 45 at Rs 2465 per qtl.

Price Drivers

Bullish

Firm advises from overseas markets

Bearish

Weather situation in Rajasthan

Weather

Under its influence widespread rainfall activity with scattered heavy to very heavy falls is likely over Orissa, Chhattisgarh, north Coastal Andhra Pradesh, Telangana during next 2-3 days. Rainfall activity is likely to increase subsequently over Madhya Pradesh, Maharashtra, (including Mumbai), Goa and Gujarat.

TECHNICALS

NCDEX -August Contract

'Hammer formation' by white candlestick body shows signs of reversal in trend. Prices closed above both the 9-days and 18-days EMA. %K line is running below %d line coming out of overbought zone. MACD is running flat into positive territory. RSI is giving signs of gaining momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2432	2398	2465	2482	2498
Sept	2469	2433	2504	2522	2539

TRADE RECOMMENDATION:

Buy August contract near 2460 with target of 2480
Second target 2490. Put SL at 2445

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	28.07.06	27.07.06	Change
Rajasthan Desi	Delhi	2400	2375-2400	-
MP Desi	Delhi	2380	2350-2380	-
Kantewala	Indore	2330-2335	2360-2365	-25
Desi	Gulbarga	2200-2225	2200-2225	-
Gauran	Latur	Closed	Closed	-
Annagiri	Latur	Closed	Closed	-
G-12/Vijay	Latur	Closed	Closed	-
Gauran	Jalna	2300	2300	-
Pila	Jalna	2325	2325	-
Mixed	Akola	2360-2365	2335-2340	+25
Chapa	Akola	2400	2360-2365	+35
Desi	Kanpur	2440-2450	2440	-

TUR

FUNDAMENTALS

Tur markets also observed firm trend. According to traders, though buying remained sluggish, but stockists are uneasy at current prices and remained reserved seller. Big consignments are coming from the overseas markets, but quality of the imported cargos stands inferior versus desi one. On farm front, situation of crop is satisfactory in most areas except AP, where it is still little concerning. Tur has been sown in some 45,000-47000 hectares in Andhra Pradesh.

Futures Market Commentary

Lemon tur August contract opened firm and spent most of the day in positive zone. Although, futures fell into negative territory couple of times during the day, but did not stay in that zone for longer period. Smart gains were posted in the final hour after dipping in to red for a very brief period. Lemon tur August contract finished up Rs 11 at Rs 1565 per qtl.

Price Drivers

Bullish

Demand from Retail end

Bearish

Due import of Tur by govt

Weather

Under its influence widespread rainfall activity with scattered heavy to very heavy falls is likely over Orissa, Chhattisgarh, north Coastal Andhra Pradesh, Telangana during next 2-3 days. Rainfall activity is likely to increase subsequently over Madhya Pradesh, Maharashtra, (including Mumbai), Goa and Gujarat.

TECHNICALS

NCDEX -August Contract

White candlestick body has formed 'short day' pattern. Prices closed below both the 9-days and 18-days EMA. %k line though is moving up of %d line, but still is in oversold zone. MACD is falling further downward into negative territory. RSI is in neutral zone and giving signals of gaining momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1554	1544	1565	1571	1578
Sept	1585	1574	1595	1602	1608

TRADE RECOMMENDATION:

Buy August contract near 1560 with target towards 1570, second target 1575. Put SL at 1554.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	28.07.06	27.07.06	Change
Burmese Lemon	Mumbai	1570	1570	-
Burmese Lemon	Delhi	1750	1750	-
Maharashtra tur	Delhi	1850	1850	-
Karnataka tur	Delhi	1950	1950	-
Red tur	Gulbarga	1810-1815	1810-1815	-
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	Closed	Closed	-
White Tur	Latur	Closed	Closed	-
Red	Jalna	1725-1750	1725-1750	-
White	Jalna	1825	1825	-
BDM	Jalna	1900	1900	-
Marathwada	Akola	1840	1860-1865	-20
Vidarbha	Akola	1840	1840-1850	-
Local Tur	Vijaywada	1650-1660	1650-1660	-

Others

Moong

Moong markets observed weak trend. Satisfactory rains in all the producing states had bearish impact in the markets. Good rains are reported in all through this week in north west India and Maharashtra. Rajasthan is the leading producing state of moong followed by Maharashtra.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	28.07.06	27.07.06
Shekhavati	Delhi	3075	3100
Kishangarh	Delhi	3150	3150
Medta/Bisao	Delhi	3175	3200
Desi	Indore	2600-2900	2600-2900
Chamki	Jalna	NA	2500-2700
Chamki	Akola	2600-2700	2600-2800

FIELD PEAS

Field pea prices continued to hover high on its persistent demand from all the major consumption centers. Consumption of the same has been reported well from the besan-manufacturing units. Firm sentiments in chana markets also helped underpinning its values. Import of the same, however, has slowed ahead of kharif harvest.

Spot Market Prices of Pea (Rs/qrtl)

Center	28.07.06	27.07.06
Mumbai	1301-1311	1301
Kanpur	1325-1330	1325

Masoor

Masoor markets continued to see lackluster trading. According to traders, buying from retail end seems to have saturated from eastern India. People however, are optimistic about its long-term perspectives. Masoor still is cheaper option than all other alternatives.

Spot Market Prices of Masoor (Rs/qrtl)

Center	28.07.06	27.07.06
Delhi-MP/kota Line	1900	1900
Delhi- UP/Sikari	2400	2400
Kanpur local mill delivery	1925-1930	1925-1930
Kanpur new- Braeilly Delivery	1990-2000	1990-2000
Kanpur- new Malka Dal	2125	2125
Indore- Masra	1820	1820
Indore- Masoor New	1810	1810
Indore- Medium New	1725	1725
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	3000	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

- 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 46.560

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