

PULSES DAILY

July 14, 2006

URAD

FUNDAMENTALS

Market has become less volatile following extended efforts by the government towards checking inflation. Traders do not rule out big ease in its prices with the arrivals of Burmese cargos bought by different government agencies by end of this month. Further, crop situation is satisfactory. Weather is extremely good for progress of the crop. Farmers this year had high inclination towards this crop due to good realization against last year crop and low carryover stocks.

Futures Market Commentary

Starting of urad July contract was bullish and futures hovered high into positive territory for most of the day. Futures touched day's high at 3065 within first hour. Profit booking was seen near 2.05 pm, which took futures down in to negative territory for sometime. Futures however recovered from this zone soon and ended the day on bullish note. Urad July contract finished up Rs 10 at Rs 3030 per qtl.

Price Drivers

Bullish

High prices in International markets

Bearish

Import by Nafed, PEC, MMTC

Retailing by Delhi Govt

Weather

Latest weather forecast of IMD has called for fairly widespread rains over states in northwest and central India and isolated over east Rajasthan.

TECHNICALS

NCDEX -July Contract

White candlestick body has formed short-day pattern, but big upper shadow shows underlying weakness in the contract. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is in oversold zone, but is giving signs of reversal in trend. MACD is moving upward in positive territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	3006	2981	3030	3060	3089
August	2743	2709	2776	2830	2883

TRADE RECOMMENDATION:

Sell July contract near 3035 with target towards 3015. Second target at 3000. Put SL at 3050.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	13.07.06	12.07.06	Change
Burma Faq	Mumbai	3125	3100	+25
Burma Faq	Delhi	3300	3300	-
Desi	Akola	3300-3400	3300-3400	-
Desi	Indore	2800-3100	2800-3100	-
Desi	Vijaywada	3550	3550	-

CHANA

FUNDAMENTALS

Chana markets also are turning weak. There were unconfirmed reports that a delegation of traders had approached ministry to retreat its decision of embargo on pulses export, but majority at the same time are least optimistic about positive outcome with such line of attack. Government will not take chance to fell into any kind of controversy, when inflation issue has yet not slipped out of focus.

Futures Market Commentary

Chana July contract opened firm, but moved both side of unchanged level in the first hour. Futures thereafter caught trapped in the negative zone and spent the whole day in bearish mode. Sharp liquidation was seen near 2.00 pm. From then on, downtrend persisted till end of the day. Chana July contract ended off Rs 46 at Rs 2290 per qtl.

Price Drivers

Bullish

High prices of chana in international markets

Bearish

Ban on Pulses Export extended till March 31st, 2007

Weather

Latest weather forecast of IMD has called for fairly widespread rains over states in northwest and central India and isolated over east Rajasthan.

TECHNICALS

NCDEX -July Contract

Dark candlestick body has formed bearish engulfing pattern. Formation of 'closing Marubozu' shows strongly bearish dispositions. Prices closed below 18-days EMA, but remained above 9-days EMA. Stochastic oscillator is in oversold zone and has made bearish crossover with %d line. RSI is also giving signals of weakening momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2270	2251	2290	2327	2365
August	2288	2272	2305	2330	2356

TRADE RECOMMENDATION:

Sell July contract near 2295 with target of 2275. Second target 2265. Put SL at 2310.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	13.07.06	12.07.06	Change
Rajasthan Desi	Delhi	2280-2290	2300	-10
MP Desi	Delhi	2250	2250	-
Kantewala	Indore	2205-2220	2210-2215	-
Desi	Gulbarga	2175	2150	+25
Gauran	Latur	2100	2100	-
Annagiri	Latur	2300-2350	2300	-
G-12/Vijay	Latur	2200-2250	2200-2250	-
Gauran	Jalna	2200	2200	-
Pila	Jalna	2250	2250	-
Mixed	Akola	2280	2280	-
Chapa	Akola	2325	2320-2325	-
Desi	Kanpur	2375	2365-2370	+5

TUR

FUNDAMENTALS

Sentiments remained firm on fresh buying interest. Sowing of the same has been completed in most of the areas in southern states. Traders are expecting decline in acreage under tur as has not been very lucrative compared to other available options. Farmers in fact were discouraged by good carryover stock and its less lucrative prices. People are also anxious about the quantity of tur to be imported by the government.

Futures Market Commentary

Lemon tur July contract opened unchanged and set out moving higher just after opening of the session. There was strong resistance at 1610, which futures could never breach through the day, while there was strong support at 1602. Futures oscillated between these two levels all through the first half. Weakness started looming from 14.25 pm and eventually futures fell deep in to negative territory before end of the session. July contract eventually ended the day off Rs 7 at Rs 1595 per qtl.

Price Drivers

Bullish

Enhanced MSP by State govt

Bearish

Good stock of domestic produce

Govt intended to import Tur

Weather

Latest weather forecast of IMD has called for fairly widespread rains over states in northwest and central India and isolated over east Rajasthan.

TECHNICALS

NCDEX -July Contract

Dark candlestick body has formed short day pattern, but big upper shadow shows looming weakness in this contract. Prices closed below 18-days EMA, but remained above 9-days EMA. %k line is running above %d line and heading upward. MACD is also moving up, but is still in negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1589	1582	1595	1606	1616
August	1608	1601	1615	1629	1643

TRADE RECOMMENDATION:

Buy July contract near 1590 with target towards 1610, second target 1625. Put SL at 1575.

Spot Market Prices of Tur

Origin/Grade	Center	13.07.06	12.07.06	(Rs/qtl) Change
Burmese Lemon	Mumbai	1575-1600	1575	-
Burmese Lemon	Delhi	1825	1825	-
Maharashtra tur	Delhi	1925	1925	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1830	1800	+30
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	1860-1890	1875-1900	-
White Tur	Latur	1925-1975	1900-1970	-
Red	Jalna	1750	1750	-
White	Jalna	1800-1825	1800-1825	-
BDM	Jalna	1850	1850	-
Marathwada	Akola	1890	1870	+20
Vidarbha	Akola	1825	1850	-25
Local Tur	Vijaywada	1665	1650-1665	-

Others

Moong

'Bohni' (onset of sowing) is still to remain matter of concern, as rains remained subdued in the Rajasthan. Rajasthan is the largest producer of moong. Only scattered showers were reported in the eastern zone.

Spot Market Prices of Moong (Rs/qttl)

Origin/Grade	Center	13.07.06	12.07.06
Shekhavati	Delhi	3050	3050
Kishangarh	Delhi	3100	3100
Medta/Bisao	Delhi	3150	3100
Desi	Indore	2700-3000	2700-3000
Muglai	Jalna	NA	NA
Chamki	Akola	2600-2800	2600-2800

FIELD PEAS

Field peas markets continued to hold steady level in absence of fresh leads. Demand has been consistent from the various consumption centers.

Spot Market Prices of Pea (Rs/qttl)

Center	13.07.06	12.07.06
Mumbai	1195	1195
Kanpur	1280	1280

Masoor

Masoor markets observed steady trend. There was nothing fresh in fundamentals. Though buying remained subdued, stockists also are not active sellers. Pattern in the masoor markets entirely is dependent up on domestic dynamics.

Spot Market Prices of Masoor (Rs/qttl)

Center	13.07.06	12.07.06
Delhi-MP/kota Line	1800	1800
Delhi- UP/Sikari	2400	2400
Kanpur local mill delivery	1890-1900	1900
Kanpur new- Braeilly Delivery	1950	1950
Kanpur- new Malka Dal	2100	2080-2100
Indore- Masra	1770	1760
Indore- Masoor New	1760	1750
Indore- Medium New	1650	1650
Bahraich-Masoor	2450	2450
Bahraich-Export Chanti	2900	2900
Kolkata (Truck delivery)	3125	3125
Masur Dal	2900	2900

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

Quality	13.07.06
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 Anneswar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	500-510

Port watch

- There is no vessel reported at any of the port discharging pulses.

Forex - 1 US\$ - INR 46.290

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