

## PULSES DAILY

July 03, 2006

### URAD

#### FUNDAMENTALS

Incessant actions taken by government to check rising prices kept the traders/stockists in low spirit. Delhi government has planned to sell dhuli urad and dhuli mung at Rs 38 per kg in some 70 food and civil supplies circle offices. Prices for the urad and mung in open markets stand Rs 54 and Rs 52 per kg respectively. Weather is good for fieldwork in almost all the producing areas. Sowing of urad is in progress. Farmers are highly inclined towards urad due to good realization against last year crop and short-duration crop cycle. In MP, traders are expecting farmers to switch some acreage under soybean to urad due to little delay in monsoon and unattractive prices of the soybean during last year.

#### Futures Market Commentary

Though opening of urad July futures was firm, but this zeal could not be carried further. Futures set off falling immediately after the opening of the session. Futures bottomed out near 11.20 am. Though improvement was seen later in the session, but contract ended the day into negative territory. Urad July contract finished off Rs 28 at Rs 2750 per qtl.

#### Price Drivers

##### Bullish

High prices in International markets

##### Bearish

Import by Nafed

Retailing by Delhi Govt

#### Weather

Heavy to very heavy falls are likely over Madhya Maharashtra and south Gujarat at a few places and also extremely heavy rainfall at isolated places over these area.

#### TECHNICALS

##### NCDEX -July Contract

Dark candlestick body has formed 'short day' pattern. Big lower shadow indicates at underlying strength in the market. Prices closed below both the 9-days and 18-days EMA. %k line is running below %d line. MACD is running flat in negative territory. RSI is also giving bearish signal.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2709	2669	2750	2791	2833
August	2511	2483	2540	2579	2619

#### TRADE RECOMMENDATION:

Sell July contract near 2750 with target towards 2725. Second target at 2715. Put SL at 2765.

#### Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	01.07.06	30.06.06	Change
Burma Faq	Mumbai	2900	2951	-50
Burma Faq	Delhi	3050	3100	-50
Desi	Akola	3300	3200	+100
Desi	Indore	2700-3000	2700-3000	-
Desi	Vijaywada	3500	3500	-

## CHANA

### FUNDAMENTALS

Chana markets are rumor-driven these days. Stockists are highly worried about unforeseen actions to be taken by the government. Central government has planned to vend urad and mung at low prices, while PM has announced to have meetings of Chief ministers to decide on requisite actions possible to check hoarding. Nafed also had invited bids for Chana in its tender issued on June 18. But the offers came for shipment in late August and September, while government was seeking the same for in July and early September. Prices, however, are high in international markets due to good demand from the Asian sub-continent.

### Futures Market Commentary

Chana July contract opened little high against previous closing, but started falling just after opening. Contract gave up after an hour-long attempt to come out of red zone. Sharp liquidation was seen at 11 am and futures bottomed out by 11.20 am. Steady gains thereafter could not help futures getting out of negative territory. Chana July futures ended off Rs 43 at Rs 2190 per qtl.

### Price Drivers

#### Bullish

Unavailability and high prices of chana in international markets

#### Bearish

Ban on Pulses Export

### Weather

Monsoon is advancing satisfactorily in almost all over northern India.

### TECHNICALS

#### NCDEX -July Contract

Dark candlestick body has formed very short day pattern. Big lower shadow signals bullishness in the market. Prices closed below both the 9-days and 18-days EMA. %k line is heading upward showing signs of likely improvement, but is in oversold zone. MACD is running flat in negative territory.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2145	2100	2190	2240	2290
August	2191	2144	2238	2289	2340

#### TRADE RECOMMENDATION:

Sell July contract near 2190 with target of 2165. Second target 2150. Put SL at 2205.

### Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	01.07.06	30.06.06	Change
Rajasthan Desi	Delhi	2200	2200-2225	-
MP Desi	Delhi	2160	2150	+10
Kantewala	Indore	2175-2180	2200	-20
Desi	Gulbarga	2125	2100	+25
Gauran	Latur	2100	NA	-
Annagiri	Latur	2150	NA	-
G-12/Vijay	Latur	2125	NA	-
Gauran	Jalna	2000-2050	2150	-100
Pila	Jalna	2100-2125	2200	-75
Mixed	Akola	2150	2200	-50
Chapa	Akola	2200	2225-2250	-25
Desi	Kanpur	2275	2250	+25

## TUR

### FUNDAMENTALS

Tur markets also observed weak trend. Fundamentally, there is nothing fresh in the markets. Satisfactory weather and sluggish demand kept weighing on values. Government also had plan to import tur, which government although has put on hold, stockists foresee its outlook bit gloomy. Sowing of the same also is in progress.

### Futures Market Commentary

Lemon tur July contract opened weak gapping substantially versus previous closing. Futures spent the whole day into negative territory. Contract saw day's bottom at 1552 near 11.20 am. Slight recovery was seen before end of the session. Lemon tur July contract ended the day off Rs 28 at Rs 1562 per qtl.

### Price Drivers

#### Bullish

Likely fall in acreage this year

#### Bearish

Good stock of domestic produce

### Weather

Heavy to very heavy falls are likely over Madhya Maharashtra and south Gujarat at a few places and also extremely heavy rainfall at isolated places over these area.

### TECHNICALS

#### NCDEX -July Contract

There was little price action, today. Opening 'marubozu' confirms limited upside potential. Both the 9-days and 18-days EMA remained above price lines. Stochastic oscillator is giving signs of likely improvement. RSI, however, is in oversold zone and giving signs of bearishness.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1548	1535	1562	1579	1597
August	1558	1542	1575	1595	1616

#### TRADE RECOMMENDATION:

Sell July contract near 1565 with target towards 1545, second target 1530. Put SL at 1580.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	01.07.06	30.06.06	Change
Burmese Lemon	Mumbai	1500	1525	-25
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1775	1775	-
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	1760	NA	-
White Tur	Latur	1800	NA	-
Red	Jalna	1800	1750	+50
White	Jalna	1825	1825-1850	-
BDM	Jalna	1800-1850	1900	-50
Marathwada	Akola	1815-1820	1811	-5
Vidarbha	Akola	1800	1800	-
Local Tur	Vijaywada	1750	1750	-

## Others

### Moong

Moong markets continued to see weak trend., Recent actions by Govt to check pulses prices had bearish impact in the market. According to traders, stocks certainly were less last year, but Govt has taken steps little late. Govt is planning to import mung, now, while our own harvest is round the corner.

#### Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	01.07.06	30.06.06
Shekhavati	Delhi	3000	3100
Kishangarh	Delhi	3100	3150
Medta/Bisao	Delhi	3125	3200
Desi	Indore	2700-3000	2700-3000
Muglai	Jalna	2700-2800	2700-2800
Chamki	Akola	2500-2800	2800

### PEAS

Peas markets continued to see steady trend. Though supply has improved with increased consignment, demand was equally good.

#### Spot Market Prices of Pea (Rs/qty)

Center	01.07.06	30.06.06
Mumbai	1191-1200	1195-1201
Kanpur	1250	1250

### Masoor

There was no oomph in the masoor markets. Demand although was weak in domestic markets, stockists do not see this bearishness long lasting. Masoor is rabi crop and stock is short due to less production last year. Sluggish demand is due to seasonality. So, stockists are reserved sellers at low prices.

#### Spot Market Prices of Masoor (Rs/qty)

Center	01.07.06	30.06.06
Delhi-MP/kota Line	1800-1850	1800-1850
Delhi- UP/Sikari	2350	2350
Kanpur local mill delivery	1825-1830	1825
Kanpur new- Braeilly Delivery	1890-1900	1890
Kanpur- new Malka Dal	2025	2025
Indore- Masra	1720	1710
Indore- Masoor New	1710	1700
Indore- Medium New	1600	1600
Bahraich-Masoor	2600	2600
Bahraich-Export Chanti	2900	2925
Kolkata (Truck delivery)	3250-3275	3300
Masur Dal	2900	2900

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

Quality	01.07.06
Burmese new Lemon Tur Mumbai Chennai	345
Burmese FAQ new Tur Mumbai/Chennai	335
Burmese Shwebo Tur Mumbai/Chennai	310-315
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

- 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. 'Barra' is expected at Kolkata Port to discharge 41,189 MT of yellow peas.
- 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 46.080

#### **Disclaimer**

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.