

## PULSES DAILY

July 10, 2006

### URAD

#### FUNDAMENTALS

Urad markets observed firm trend on follow through mood. However, government seems in no mood of giving up against fundamentals. Apart from recent purchase of 30,000 ton of pulses from Myanmar, Nafed is planning to buy 5000 ton of assorted gram from Burma. State-owned Project and Equipment Corporation (PEC) has also issued the tender for importing 81,000 ton of pulses. MMTC also has issued tender for purchase of pulses. Delhi govt will also be selling urad at retail outlets of Mother Dairy at special prices of Rs 40 kg in packaged form.

#### Futures Market Commentary

Urad July contract opened weak and bottomed out with in 5 minutes after opening of the session. Futures started moving higher gradually and recovered from the bearish zone with in 20 minutes after opening of the session. Futures set day's high near 12.35 pm and ended the day in bullish mode. Urad July contract finished up Rs 32 at Rs 2990 per qtl.

#### Price Drivers

##### Bullish

High prices in International markets

##### Bearish

Import by Nafed

Retailing by Delhi Govt

#### Weather

Isolated rains are likely over western India. Isolated thunder squall is likely over Rajasthan. Heavy rainfall is likely in eastern India.

#### TECHNICALS

##### NCDEX -July Contract

Candlestick formed 'short day' pattern and relatively big upper shadow shows limited upside potential. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator though is moving upward, but is in oversold zone. MACD is moving upward and is very close to make centerline crossover.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2956	2921	2990	3014	3037
August	2687	2644	2730	2759	2788

#### TRADE RECOMMENDATION:

Sell July contract near 3000 with target towards 2985. Second target at 2970. Put SL at 3015.

#### Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	08.07.06	07.07.06	Change
Burma Faq	Mumbai	3100	3100	-
Burma Faq	Delhi	3200-3225	3200	-
Desi	Akola	3300-3400	3200-3300	-
Desi	Indore	2500-3100	2700-3000	-
Desi	Vijaywada	3550	3550	-

## CHANA

### FUNDAMENTALS

Chana markets also observed firm trend. Restrained selling by the stockists and stressed weather in northern India was considered as major reason for this bullishness in the market. According to traders, demand of chana has improved in the interior markets for festival season ahead. Also, arrivals in Delhi have reduced substantially due to recent fall in its prices, which has resulted in simultaneous fall in inventories in Delhi. According to traders, stocks in Delhi must not be more than 5 lakh bags.

### Futures Market Commentary

Chana markets opened firm and moved up swiftly breaking all the resistances. Both volume and Open Interest were seen high in both of the front months. Gains in open interest shows rising conviction against these contracts.

### Price Drivers

#### Bullish

Unavailability and high prices of chana in international markets

#### Bearish

Ban on Pulses Export extended till March 31<sup>st</sup>, 2007

#### Weather

Isolated rains are likely over western India. Isolated thunder squall is likely over Rajasthan. Heavy rainfall is likely in eastern India.

### TECHNICALS

#### NCDEX -August Contract

White candlestick body has formed 'long day' pattern and 'opening marubozu'. Prices closed above both the 9-days, but remained below 18-days EMA. %k line is running above % d line into neutral zone. MACD is in the negative territory and heading upward. RSI is also giving signs of gaining momentum.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2253	2184	2321	2362	2402
August	2265	2207	2322	2360	2397

#### TRADE RECOMMENDATION:

Buy August contract near 2320 with target of 2350. Second target 2365. Put SL at 2305.

### Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	08.07.06	07.07.06	Change
Rajasthan Desi	Delhi	2325	2250	+75
MP Desi	Delhi	2250-2275	2225-2230	+20
Kantewala	Indore	2220-2225	2210-2215	+5
Desi	Gulbarga	2050	2050	-
Gauran	Latur	2150	NA	-
Annagiri	Latur	2300	NA	-
G-12/Vijay	Latur	2200	NA	-
Gauran	Jalna	2125-2150	NA	-
Pila	Jalna	NA	NA	-
Mixed	Akola	2270-2275	2260	+10
Chapa	Akola	2315-2320	2280	+35
Desi	Kanpur	2350	2325-2330	-20

## TUR

### FUNDAMENTALS

Tur markets featured firm trend. Weather is favorable for the crop in southern India. Sowing of the same is nearing completion in Karnataka and other tur producing states in South India. Government is also planning to import tur to deal with exigency in case if weather goes wrong. Weather pattern has not been satisfactory this year. Stock of tur, however, is good in major markets like Latur and Gulbarga.

### Futures Market Commentary

Lemon tur July contract opened firm and set out falling southward soon after opening of the session. Contract bottomed out within 15 minutes after opening of the session. Futures recovered swiftly and turned green before 11.30 am. Rest of the day, futures spent in positive zone. Lemon tur July contract ended up Rs 6 at Rs 1591 per qtl.

### Price Drivers

#### Bullish

Likely fall in acreage this year

#### Bearish

Good stock of domestic produce

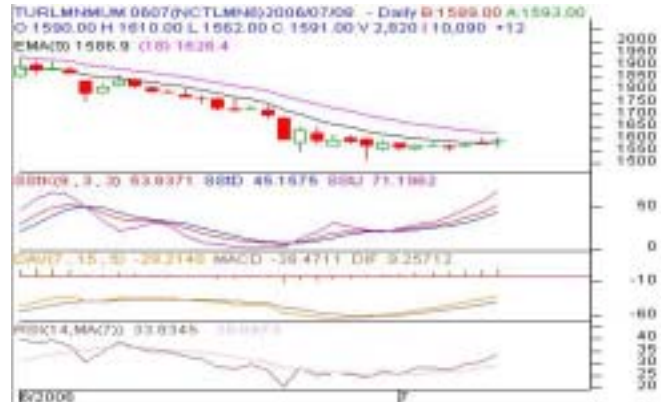
### Weather

Isolated rains are likely over western India. Isolated thunder squall is likely over Rajasthan. Heavy rainfall is likely in eastern India.

### TECHNICALS

#### NCDEX -July Contract

Candlestick body has formed 'doji star', which shows indecisiveness in the market. Prices closed above 9-days EMA and below 18-days EMA. %K is running above %d line. MACD is still into negative territory and northwardly slanted.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1565	1540	1591	1613	1636
August	1604	1588	1620	1639	1658

#### TRADE RECOMMENDATION:

Sell July contract near 1600 with target towards 1580, second target 1565. Put SL at 1615.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	08.07.06	07.07.06	Change
Burmese Lemon	Mumbai	1575	1550	+25
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	2000	1950-2000	-
Red tur	Gulbarga	1765	1750	+15
Fatka Dall	Gulbarga	2550	2550	-
Red Tur	Latur	1820-1825	NA	-
White Tur	Latur	1825-1850	NA	-
Red	Jalna	1800-1825	NA	-
White	Jalna	1800	NA	-
BDM	Jalna	1850	NA	-
Marathwada	Akola	1860-1865	1865	-
Vidarbha	Akola	1840	1840	-
Local Tur	Vijaywada	1640	1640	-

## Others

### Moong

Monsoon has got little late in northern India. Though sowing of the same is in progress in Maharashtra, its bohni (onset) is still due in Rajasthan. Latest forecast of Indian Meteorological Department (IMD), calls for thundershowers in some areas of Rajasthan by Tuesday.

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

Origin/Grade	Center	08.07.06	07.07.06
Shekhavati	Delhi	3100	3100
Kishangarh	Delhi	3125	3125
Medta/Bisao	Delhi	3225	3225
Desi	Indore	2700-3000	2700-3000
Muglai	Jalna	NA	NA
Chamki	Akola	2800-3000	2600-2800

### FIELD PEAS

Field pea markets observed steady trend in absence of fresh fundamentals. Supply of the same has increased, but equally aggressive demand is more than offsetting the supply factor.

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

Center	08.07.06	07.07.06
Mumbai	1201	1201
Kanpur	1270-1275	1270-1275

### Masoor

Masoor markets also observed lackluster trading. Demand for the masoor remained weak from the local as well outstations markets. However, stockists also are in no mood of empty out their stocks even before off-season.

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

Center	08.07.06	07.07.06
Delhi-MP/kota Line	1850	1850
Delhi- UP/Sikari	2325	2325
Kanpur local mill delivery	1850	1850
Kanpur new- Braeilly Delivery	1920	1900-1910
Kanpur- new Malka Dal	2050	2050
Indore- Masra	1760	1760
Indore- Masoor New	1750	1750
Indore- Medium New	1650	1650
Bahraich-Masoor	2450	2450
Bahraich-Export Chanti	2900	2900
Kolkata (Truck delivery)	3150	3250
Masur Dal	2800	2900

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

Quality	08.07.06
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

- '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 46.120

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