

PULSES DAILY

July 04, 2006

URAD

FUNDAMENTALS

Urad markets featured firm trend. According to traders, stocks are short in the market and import by the nafed is unlikely to help much, unless government offer the same at subsidized prices. Shipment will be coming by end of the month and in early August. Importers informed that govt tender rather had bullish impact in the international markets. Purchase by the govt had boosted sentiments of exporters in Myanmar. Myanmar is the only supplier of urad

Futures Market Commentary

Though the starting was weak, futures managed to recover from the bearish zone by noon. Futures got caught in narrow-range all through the mid hours and started rising steadily in final hours. Steady gains in final hours took futures to day's high just before closing. NCDEX Urad July futures ended the day up Rs 72 at Rs 2825 per qtl.

Price Drivers

Bullish

High prices in International markets

Bearish

Import by Nafed

Retailing by Delhi Govt

Weather

Latest forecast of Indian Meteorological Department (IMD) has called for heavy rains over Chhattisgarh, Vidarbha, Konkan and Goa. Heavy rainfall is also likely over rest Maharashtra, South Gujarat and Telangana in next 24 hours.

TECHNICALS

NCDEX -July Contract

Candlestick body has formed 'bullish engulfing' pattern. Prices closed below both the slow and fast EMAs. %K line is running below %d line and very close to oversold zone. MACD is falling downward into negative territory. RSI however is giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2763	2700	2825	2858	2890
August	2563	2493	2632	2669	2705

TRADE RECOMMENDATION:

Buy July contract near 2825 with target towards 2850. Second target at 2865. Put SL at 2810.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	03.07.06	01.07.06	Change
Burma Faq	Mumbai	3000-3025	2900	+125
Burma Faq	Delhi	3150	3050	+100
Desi	Akola	3200	3300	-100
Desi	Indore	2700-3000	2700-3000	-
Desi	Vijaywada	3500	3500	-

CHANA

FUNDAMENTALS

Indecisiveness prevailed in the chana markets. Trading remained slow in Delhi markets. However, situation is improving in interior mandis, where stockists are getting good demand for festivals ahead. According to traders, prices in Delhi itself have fallen nearly 15% since govt started its mission to check inflation. According to traders, demand is improving in the interior markets at low prices from the millers/actual users for the festival ahead.

Futures Market Commentary

Chana July contract was highly volatile today. Futures opened firm and moved both sides of unchanged level in the initial hour. Futures thereafter got trapped in the negative zone till late. Big gains were posted in the final hour, which helped pushing futures into positive territory. Chana July contract at NCDEX ended the day up Rs 10 at Rs 2204 per qtl.

Price Drivers

Bullish

Unavailability and high prices of chana in international markets

Bearish

Ban on Pulses Export

Weather

Latest forecast of Indian Meteorological Department (IMD) has called for heavy rains over Chhattisgarh, Vidarbha, Konkan and Goa. Heavy rainfall is also likely over rest Maharashtra, South Gujarat and Telangana in next 24 hours.

TECHNICALS

NCDEX -July Contract

Candlestick body has formed 'doji star'. Prices closed below both the 9-days and 18-days EMA. %k has made bullish crossover with %d line, but is in oversold zone. MACD is running flat. RSI is also neutral.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2178	2151	2204	2222	2239
August	2225	2198	2252	2270	2288

TRADE RECOMMENDATION:

Buy July contract near 2200 with target of 2225. Second target 2235. Put SL at 2285.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	03.07.06	01.07.06	Change
Rajasthan Desi	Delhi	2250	2200	+50
MP Desi	Delhi	2200	2160	+40
Kantewala	Indore	2190-2200	2175-2180	+10
Desi	Gulbarga	2125	2125	-
Gauran	Latur	2000-2050	2100	-50
Annagiri	Latur	2160	2150	+10
G-12/Vijay	Latur	2100	2125	-25
Gauran	Jalna	2200	2100-2150	+50
Pila	Jalna	2250	2200-2225	+25
Mixed	Akola	2175	2150	+25
Chapa	Akola	2200	2200	-
Desi	Kanpur	2290	2275	+15

TUR

FUNDAMENTALS

Tur markets observed steady trend. Seasonality is blamed to be one factor responsible for sluggishness in the markets. Traders are expecting improvement in its demand in a fortnight or so. Government presumably has deferred its plan to import tur, as its prices are already running low on year basis. Sowing of the same is in progress. Weather is satisfactory for the fieldwork.

Futures Market Commentary

Lemon tur July contract featured roller-coaster trend through the day. July futures opened firm, but set off falling southward immediate after opening of the session. Futures kept moving both side of unchanged level through the day and eventually ended the day in positive mood. July contract finished up Rs 9 at Rs 1575 per qtl.

Price Drivers

Bullish

Likely fall in acreage this year

Bearish

Good stock of domestic produce

Weather

Latest forecast of Indian Meteorological Department (IMD) has called for heavy rains over Chhattisgarh, Vidarbha, Konkan and Goa. Heavy rainfall is also likely over rest Maharashtra, South Gujarat and Telangana in next 24 hours.

TECHNICALS

NCDEX -July Contract

'Spinning top' formation by candlestick body shows little price action. Prices closed far below both the 9-days and 18-days EMA. %K line is moving upward giving signals for improvement. MACD is moving upward, but trading below its signal line. RSI is also giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1558	1541	1575	1586	1597
August	1577	1556	1599	1611	1624

TRADE RECOMMENDATION:

Buy July contract near 1575 with target towards 1595, second target 1605. Put SL at 1560.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	03.07.06	01.07.06	Change
Burmese Lemon	Mumbai	1500-1525	1500	-
Burmese Lemon	Delhi	1800	NA	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1775	1775	-
Fatka Dall	Gulbarga	2600	2650	-50
Red Tur	Latur	1775-1800	1760	+15
White Tur	Latur	1800-1890	1800	-
Red	Jalna	1750	1800	-50
White	Jalna	1800	1825	-25
BDM	Jalna	1850-1875	1800-1850	-
Marathwada	Akola	1825	1815-1820	+5
Vidarbha	Akola	1780	1800	-20
Local Tur	Vijaywada	1775	1750	+25

Others

Moong

Downtrend persisted in the moong markets. Demand for the same is good in northern India due to marriage season, but supply also is not concerning due to increased availability of summer harvest. Sowing of kharif crop is in progress in Maharashtra.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	03.07.06	01.07.06
Shekhavati	Delhi	3100	3000
Kishangarh	Delhi	3100	3100
Medta/Bisao	Delhi	3200	3125
Desi	Indore	2700-3000	2700-3000
Muglai	Jalna	NA	2700-2800
Chamki	Akola	2500-2800	2500-2800

PEAS

Peas markets featured steady trend. According to traders, demand for the same has been persistently good. Traders are expecting more consignments ahead in off-season from the western nations, where preliminary reports suggest increase in acreage under peas and chickpeas.

Spot Market Prices of Pea (Rs/qtl)

Center	03.07.06	01.07.06
Mumbai	1200	1191-1200
Kanpur	1260	1250

Masoor

Masoor markets continued to see lackluster trading. Demand remained weak on domestic front, but stockists also have appeared reserved sellers. Stock is short due to less production last year. Sluggish demand is due to seasonality. On Global front, sowing of lentil in Canada is expected to fall substantially in 2006-07. Forecast for lentil production in Canada has been made at 6.25 lakh ton compared to 12.78 lakh ton last year.

Spot Market Prices of Masoor (Rs/qtl)

Center	03.07.06	01.07.06
Delhi-MP/kota Line	1850	1800-1850
Delhi- UP/Sikari	2325	2350
Kanpur local mill delivery	1850	1825-1830
Kanpur new- Braeilly Delivery	1900	1890-1900
Kanpur- new Malka Dal	2050	2025
Indore- Masra	1750	1720
Indore- Masoor New	1740	1710
Indore- Medium New	1625	1600
Bahraich-Masoor	2600	2600
Bahraich-Export Chanti	2875	2900
Kolkata (Truck delivery)	3250	3250-3275
Masur Dal	2900	2900

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

Quality	03.07.06
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 Anneswar 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 45.980

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