

PULSES DAILY

July 19, 2006

URAD

FUNDAMENTALS

Weather was the major factor kept playing crucial in its price-discovery. According to latest forecast of Indian Meteorological Department (IMD), rains in Karnataka are likely to remain confined in coastal areas only, which has been subdued in major producing areas in the state. However, rainfall activities in other producing states are quite satisfactory. According to traders, big import by government agencies no doubt will help filling immediate shortage, good weather is must to supersede this factor in long term.

Futures Market Commentary

Starting of urad was weak and this weakness prevailed during the first half. Day's bottom was set within 5 minutes after opening of the session. Futures though toiled to recover from the negative zone by 1.45 pm, but could not continue with this momentum further falling back into red zone. Abrupt price movements were seen in last hour, as futures moved both side of unchanged level and posted big gains just before closing. Urad August contract finished up Rs 84 at Rs 2910 per qtl.

Price Drivers

Bullish

Concerning weather in Karnataka

Bearish

Import by Nafed, PEC, MMTC

Weather

Rain/thundershowers are likely at most places over Madhya Pradesh and at many places over Vidarbha and Chhattisgarh. Rain/thundershowers are likely at many places over Konkan & Goa, Madhya Maharashtra, Marathwada, Gujarat region and East Rajasthan

TECHNICALS

NCDEX -August Contract

White candlestick body has formed 'long day' pattern and prices closed above both the slow and fast EMAs. %k line has just made bullish crossover with %d line. MACD is in positive territory and moving upward



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	3080	3020	3140	3170	3200
August	2827	2744	2910	2956	3002

TRADE RECOMMENDATION:

Buy August contract near 2910 with target towards 2935. Second target at 2950. Put SL at 2895.

Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	18.07.06	17.07.06	Change
Burma Faq	Mumbai	3140	3100	+40
Burma Faq	Delhi	3275	3260-3265	+10
Desi	Akola	3000-3300	3300	-
Desi	Indore	2800-3100	2800-3100	-
Desi	Vijaywada	3650	3650	-

CHANA

FUNDAMENTALS

Sentiments remained mixed in chana markets. According to traders, forecast for rains in east Rajasthan had mild bearish impact, where as sustained demand in the interiors kept the bulls in upbeat mood. Demand for the same remained good from the actual users for the festival season ahead. Though stock of chana in accredited warehouses of NCDEX as on July 17 totals 12,317 MT, which is high against outstanding of 11,560 ton against July. And interestingly, there has not been any delivery intentions submitted by sellers for chana against July month.

Futures Market Commentary

Chana August futures featured roller-coaster trend through the day. Chana futures opened firm, but set out falling southward soon after opening of the session. Futures bottomed out with in 35 minutes after beginning of the session. Futures managed to recover from this bearish zone by 1.30 pm and spent rest of the day into positive territory. Day's high was set near 2.45 pm. Chana August contract ended the day up Rs 10 at Rs 2390 per qtl.

Price Drivers

Bullish

High prices of chana in international markets

Bearish

Ban on Pulses Export extended till March 31st, 2007

Weather

Rain/thundershowers are likely at most places over Madhya Pradesh and at many places over Vidarbha and Chhattisgarh. Rain/thundershowers are likely at many places over Konkan & Goa, Madhya Maharashtra, Marathwada, Gujarat region and East Rajasthan.

TECHNICALS

NCDEX -August Contract

Candlestick body has formed 'doji star' and prices closed above both the 9-days and 18-days EMA. 'Spinning top' formation shows little price action and indecisiveness in the market. %k line has just made bullish crossover with %d line. MACD is very close to make centerline crossover.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2319	2299	2339	2355	2371
August	2365	2340	2390	2411	2432

TRADE RECOMMENDATION:

Sell August contract near 2400 with target of 2375. Second target 2360. Put SL at 2415.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	18.07.06	17.07.06	Change
Rajasthan Desi	Delhi	2325-2360	2285-2350	-
MP Desi	Delhi	2325	2300	+25
Kantewala	Indore	2250-2270	2235-2240	+10
Desi	Gulbarga	2150	2175	-25
Gauran	Latur	2100-2150	2100-2150	-
Annagiri	Latur	2250-2278	2250-2280	-
G-12/Vijay	Latur	2150-2200	2200	-
Gauran	Jalna	2275	2200-2225	+50
Pila	Jalna	NA	2325	-
Mixed	Akola	2311-2315	2260-2265	+45
Chapa	Akola	2325-2330	2300	+25
Desi	Kanpur	2375-2380	2375	-

TUR

FUNDAMENTALS

Like chana, no delivery intention has been posted against July month at NCDEX by the sellers yet, while stock of tur in accredited warehouses of NCDEX at Akola and Mumbai. Fundamentally, tur is weak, as demand remained subdued in major markets, while its stock is good in major markets of Maharashtra and Karnataka. Weather is little concerning in northern Karnataka.

Futures Market Commentary

Lemon tur August contract opened in red zone gapping significantly versus previous closing. Futures kept swinging in the negative territory whole day. There was strong resistance at 1616 (yesterday's closing), which futures could not breach through the day. Futures set day's bottom by 11.30 am. Futures moved in narrow range of Rs 1603-1616 during the day. August contract ended off Rs 10 at Rs 1606 per qtl.

Price Drivers

Bullish

Concerning weather in Karnataka

Bearish

Due import of Tur by govt

Weather

Rain/thundershowers are likely at most places over Madhya Pradesh and at many places over Vidarbha and Chhattisgarh. Rain/thundershowers are likely at many places over Konkan & Goa, Madhya Maharashtra, Marathwada, Gujarat region and East Rajasthan

TECHNICALS

NCDEX -August Contract

Candlestick body has formed 'doji star'. Big upper shadow shows limited room for upside movements. Prices closed below both the 9-days and 18-days EMA. %k line is running below %d line and is dipping further downward. MACD though is moving upward, but still is in negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1564	1556	1571	1576	1580
August	1601	1595	1606	1621	1627

TRADE RECOMMENDATION:

Buy August contract near 1605 with target towards 1620, second target 1630. Put SL at 1595.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	18.07.06	17.07.06	Change
Burmese Lemon	Mumbai	1575	1575-1600	-
Burmese Lemon	Delhi	1825	1825	-
Maharashtra tur	Delhi	1925	1925	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1775	1760-1770	+5
Fatka Dall	Gulbarga	2600	2600	-
Red Tur	Latur	1860-1876	1800-1870	-
White Tur	Latur	1920-1935	1850-1950	-
Red	Jalna	1750	1770	-20
White	Jalna	1800	1800-1825	-
BDM	Jalna	1825	1850	-25
Marathwada	Akola	1850	1860	-10
Vidarbha	Akola	1850	1850	-
Local Tur	Vijaywada	1675	1675	-

Others

Moong

Though weather is little concerning in some parts of Karnataka, situation seems improving in northwest India. Latest forecast of Indian Meteorological Department (IMD) has called for more rains in northwest India, which will facilitate planting of moong crop. Weather has also been good in Maharashtra, which is second largest producing state of moong after Rajasthan.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	18.07.06	17.07.06
Shekhavati	Delhi	3150	3100
Kishangarh	Delhi	3200	3150
Medta/Bisao	Delhi	3300-3400	3250-3275
Desi	Indore	2700-3000	2700-3000
Muglai	Jalna	3300	NA
Chamki	Akola	2850-2860	2800-2900

FIELD PEAS

Though import of the field peas has come to standstill ahead harvest of kharif pulses, traders see its perspectives see little friendly in medium to long term. Demand for the same remained good from all the consumption centers.

Spot Market Prices of Pea (Rs/qrtl)

Center	18.07.06	17.07.06
Mumbai	1201	1195-1201
Kanpur	1290-1300	1295-1300

Masoor

Sentiments remained firm in Masoor markets on persistent demand from the eastern states. Active covering for the same in many mandis of MP was seen done by traders from Gwalior, as masoor from MP is routed to eastern markets mainly through Gwalior.

Spot Market Prices of Masoor (Rs/qrtl)

Center	18.07.06	17.07.06
Delhi-MP/kota Line	1900-1925	1825
Delhi- UP/Sikari	2400-2425	2400
Kanpur local mill delivery	1925	1925-1930
Kanpur new- Braeilly Delivery	2000	1970-1975
Kanpur- new Malka Dal	2125-2130	2125-2130
Indore- Masra	1820	1770
Indore- Masoor New	1810	1760
Indore- Medium New	1700	1650
Bahraich-Masoor	2625	2625
Bahraich-Export Chanti	2925	2925
Kolkata (Truck delivery)	3300-3325	3300-3325
Masur Dal	2900	2900

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

Quality	18.07.06
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 46.730

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