

PULSES DAILY

July 28, 2006

URAD

FUNDAMENTALS

Urad markets observed weak trend. All the fundamentals stand bearish for urad. Weather is favourable for the crop in major producing areas. Weather also has reported improving in northern Karnataka, where crop was under stress due to long pause of rains. Large consignments are due reaching from Myanmar markets. INR appreciated by Rs 0.15 per USD. Millers/actual users are just covering for their immediate requirement.

Futures Market Commentary

Urad August contract opened weak and futures spent whole day into red zone. Steady downtrend persisted all through the day. Volume remained low, which probably is passing on to 'Desi Urad', where volume is rising gradually. NCDEX has started trading on 'desi urad' a short while ago.

Price Drivers

Bullish

Low stocks of urad in Immediate

Bearish

Import by Nafed, PEC, MMTC

Weather

Rainfall activity is likely to increase over Madhya Pradesh, Telangana, Maharashtra including Goa and Gujarat and ongoing fairly widespread rainfall activity with isolated heavy falls over western Himalayan region and plains of northwest India is likely to continue during next 24 hours and decrease gradually thereafter.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'long day' pattern. Prices closed below both the 9-days and 18-days EMA. %K line is running below %d line and is falling further southward. MACD is in positive territory, but is about to make centerline crossover. RSI is also giving signals of weakening momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2617	2577	2658	2726	2795
Sept	2389	2354	2424	2483	2542

TRADE RECOMMENDATION:

Sell August contract near 2660 with target towards 2640
Second target at 2625. Put SL at 2675.

Spot Market Prices of Urad

(Rs/ql)

Origin/Grade	Center	27.07.06	26.07.06	Change
Burma Faq	Mumbai	3025-3050	3080	-30
Burma Faq	Delhi	3200-3225	3275	-50
Desi	Akola	3200	3200	-
Desi	Indore	2700-3100	2700-3100	-
Desi	Vijaywada	3550	3550-3560	-

CHANA

FUNDAMENTALS

Chana markets crashed on rumors of govt planning to bring pulses and few other essential commodities under ESMA. However, there was no official report to back such rumors. FMC although has modified rules more stringent against the defaulters. Clients or members, in case if exceed their position limits by 2% will have to bear penalty of Rs 10,000 and more. Other fundamental remains steady.

Futures Market Commentary

Chana futures opened slightly weak, but futures peaked with in 20 minutes. Levels above 2490 attracted long liquidation. Futures kept rolling around unchanged level trough the day before final collapse that started 1.30 hrs before end of the session. Sharp selling during this span took futures deep down to its bottom 2405 in the final hour before closing off Rs 49 at Rs 2424 per qtl.

Price Drivers

Bullish

Firm advises from overseas markets

Bearish

Weather situation in Rajasthan

Weather

Rainfall activity is likely to increase over Madhya Pradesh, Telangana, Maharashtra including Goa and Gujarat and ongoing fairly widespread rainfall activity with isolated heavy falls over western Himalayan region and plains of northwest India is likely to continue during next 24 hours and decrease gradually thereafter.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'long day' pattern, but prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is in overbought zone and has made bearish crossover with %d line. MACD is moving upward into positive zone. RSI has made bearish crossover with its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2389	2354	2424	2475	2526
Sept	2431	2391	2472	2526	2581

TRADE RECOMMENDATION:

Buy August contract near 2425 with target of 2445
Second target 2460. Put SL at 2410

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	27.07.06	26.07.06	Change
Rajasthan Desi	Delhi	2375-2400	2400-2425	-
MP Desi	Delhi	2350-2380	2380	-
Kantewala	Indore	2360-2365	2330-2335	+25
Desi	Gulbarga	2200-2225	2225-2250	-
Gauran	Latur	Closed	2000-2100	-
Annagiri	Latur	Closed	2300	-
G-12/Vijay	Latur	Closed	2200-2250	-
Gauran	Jalna	2300	2300	-
Pila	Jalna	2325	2325	-
Mixed	Akola	2335-2340	2325-2330	+5
Chapa	Akola	2360-2365	2375-2380	-10
Desi	Kanpur	2440	2440	-

TUR

FUNDAMENTALS

Tur markets continued to see dull trend. Improved weather has helped limiting stress in some areas of Southern Peninsula. Overall sowing has been running ahead of its pace. Sowing was little delayed/lagging in Uttar Pradesh and AP by early this month (10th July). Since, weather situation has been satisfactory in past fortnight in northern India, traders assume likely picking up of seeding in Uttar Pradesh as well, however, situation is still little concerning in AP, where tur has been sown in some 45,000-47000 hectares.

Futures Market Commentary

Lemon tur August futures had weak starting today. Futures moved either side of unchanged level. Futures after initial hour could not get back into green zone. Futures fell persistently though the day. Futures fell to the bottom in the final hour and ended the day slightly up from day's low. August contract finished off Rs 28 at Rs 1552 per qtl.

Price Drivers

Bullish

Demand from Retail end

Bearish

Due import of Tur by govt

Weather

Rainfall activity is likely to increase over Madhya Pradesh, Telangana, Maharashtra including Goa and Gujarat and ongoing fairly widespread rainfall activity with isolated heavy falls over western Himalayan region and plains of northwest India is likely to continue during next 24 hours and decrease gradually thereafter.

TECHNICALS

NCDEX -August Contract

Big dark candlestick body with small shadows either side depicts strongly bearish pattern. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is in oversold zone and falling further downward. MACD is in negative territory and still slanting southward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1541	1531	1552	1572	1593
Sept	1572	1562	1583	1602	1622

TRADE RECOMMENDATION:

Sell August contract near 1555 with target towards 1542, second target 1535. Put SL at 1562.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	27.07.06	26.07.06	Change
Burmese Lemon	Mumbai	1570	1570	-
Burmese Lemon	Delhi	1750	1775	-25
Maharashtra tur	Delhi	1850	1900	-50
Karnataka tur	Delhi	1950	1975	-25
Red tur	Gulbarga	1810-1815	1825	-10
Fatka Dall	Gulbarga	2650	2700	-50
Red Tur	Latur	Closed	1900-1950	-
White Tur	Latur	Closed	1900-1974	-
Red	Jalna	1725-1750	1750	-
White	Jalna	1825	1825	-
BDM	Jalna	1900	1900	-
Marathwada	Akola	1860-1865	1860	-
Vidarbha	Akola	1840-1850	1850	-
Local Tur	Vijaywada	1650-1660	1660-1665	-

Others

Moong

Weather has been little unfriendly for moong in Andhra Pradesh, where government figures suggest that sowing of moong has been done in 1.13 lakh hectares. Recent rains although has helped checking further fall in crop situation. Weather situation has been good in all the major producing areas. It's improved remarkably in northwest India.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	27.07.06	26.07.06
Shekhavati	Delhi	3075	3100
Kishangarh	Delhi	3150	3150
Medta/Bisao	Delhi	3175	3200
Desi	Indore	2600-2900	2600-2900
Chamki	Jalna	NA	2500-2700
Chamki	Akola	2600-2700	2600-2800

FIELD PEAS

Field pea prices kept hovering higher on persistent demand. Demand for the same was reported well from the besan manufacturing units. Firm sentiments in chana markets also helped underpinning its values. Import of the same, however, has slowed ahead of kharif harvest.

Spot Market Prices of Pea (Rs/qtl)

Center	27.07.06	26.07.06
Mumbai	1301-1311	1301
Kanpur	1325-1330	1325

Masoor

Masoor markets continued to see weak trend. Demand for the same was reported weak in most markets. However, traders feel that sluggishness in the market is temporary. Traders are expecting its demand to improve in local consumption centers shortly, as mangos season is on verge of end.

Spot Market Prices of Masoor (Rs/qtl)

Center	27.07.06	26.07.06
Delhi-MP/kota Line	1900	1900
Delhi- UP/Sikari	2400	2400
Kanpur local mill delivery	1925-1930	1930
Kanpur new- Braeilly Delivery	1990-2000	1990-2000
Kanpur- new Malka Dal	2125	2100-2125
Indore- Masra	1820	1820
Indore- Masoor New	1810	1810
Indore- Medium New	1725	1725
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	3000	3000
Kolkata (Truck delivery)	3350	3400
Masur Dal	3000	3000

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

Quality	26.07.06
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	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

- Chennai Port is receiving 5,918 MT of yellow peas from the vessel 'Ding Xiang Hal'. Canopus agents is handling the vessel.
- Delivery of 1,800 MT of pulses is continuing at Kolkata Port from the vessel 'Caraka J Niaga'. The cargo was loaded from Yangon. B Ghose agents is handling the vessel.

Forex - 1 US\$ - INR 46.640

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