

PULSES DAILY

July 27, 2006

URAD

FUNDAMENTALS

There was no fresh fundamental news. Markets remained easy following reports of big vessels arriving from Myanmar at Indian ports this week itself. Weather also was reported improving in northern Karnataka, where crop was under stress due to long pause of rains. Millers are seeking for their immediate requirement only. Acreage this year is reported to have increased in almost all the major producing states. Stock of desi cargos is short and most of domestic demand before harvest will be fulfilled by imported produce. Bearish aspect of import is that most of it will be imported by government agencies.

Futures Market Commentary

Urad August contract opened weak gapping substantially versus previous day's closing. Futures set out falling soon after opening and this steady downtrend persisted till 1.00 pm. Futures started posting gains thereafter, but momentum was lost near 4.40 pm and futures fell sharply concluding the session off Rs 63 at Rs 2750 per qtl.

Price Drivers

Bullish

Low stocks of urad in Immediate

Bearish

Import by Nafed, PEC, MMTC

Weather

Increased rainfall activity is likely over Orissa, Gangetic West Bengal, Jharkhand, Chhattisgarh and Vidarbha from 28th onwards. Subsequently the enhanced rainfall belt likely to shift into central India and Maharashtra.

TECHNICALS

NCDEX -August Contract

Formation of 'Marubozu' by dark candlestick body shows strong bearish pattern. Prices closed below both the fast and slow EMA. MACD is moving down, but is trading above its signal line. %k line is trading below %d line and is falling further downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2733	2726	2750	2784	2818
Sept	2481	2455	2508	2542	2577

TRADE RECOMMENDATION:

Sell August contract near 2750 with target towards 2730. Second target at 2727. Put SL at 2765.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	26.07.06	25.07.06	Change
Burma Faq	Mumbai	3080	3131	-50
Burma Faq	Delhi	3275	3270-3275	-
Desi	Akola	3200	3250-3300	-50
Desi	Indore	2700-3100	Closed	-
Desi	Vijaywada	3550-3560	3600-3625	-40

CHANA

FUNDAMENTALS

Chana markets continued to see firm trend. Weather although has improved in northwest India including most parts of Rajasthan., demand factor kept the market in upbeat mood. Demand in fact is good for festivals ahead. There are many local festivals in different parts of the country next month, during which demand for chana products increases substantially. Since, large number of consignments from overseas markets is due ahead, which will not allow further big jumps in its prices. While demand factor will likely to keep check on downhill movements of its prices.

Futures Market Commentary

Chana futures opened slightly down against yesterday closing and set out moving downward. Futures bottomed out within first hour. Futures in the first half kept oscillating into negative territory and could come out from this red zone by 1.20 pm only. Future spent rest of the session into positive territory only. August chana contract finished up Rs 21 at Rs 2476 per qtl.

Price Drivers

Bullish

Firm advises from overseas markets

Bearish

Weather situation in Rajasthan

Weather

Increased rainfall activity is likely over Orissa, Gangetic West Bengal, Jharkhand, Chhattisgarh and Vidarbha from 28th onwards. Subsequently the enhanced rainfall belt likely to shift into central India and Maharashtra.

TECHNICALS

NCDEX -August Contract

'Hammer formation' by white candlestick body is giving bullish signal. Prices closed above both the 9-days and 18-days EMA. MACD is moving upward into positive territory, but is still trading below its signal line. Stochastic oscillator is heading upward along with %d line into overbought zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2448	2421	2476	2490	2505
Sept	2498	2467	2529	2544	2560

TRADE RECOMMENDATION:

Buy August contract near 2470 with target of 2490
Second target 2500. Put SL at 2455

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	26.07.06	25.07.06	Change
Rajasthan Desi	Delhi	2400-2425	2425-2450	-
MP Desi	Delhi	2380	2400-2440	-20
Kantewala	Indore	2330-2335	2350-2360	-15
Desi	Gulbarga	2225-2250	Closed	-
Gauran	Latur	2000-2100	Closed	-
Annagiri	Latur	2300	Closed	-
G-12/Vijay	Latur	2200-2250	Closed	-
Gauran	Jalna	2300	2300	-
Pila	Jalna	2325	2350-2400	-25
Mixed	Alakh	2325-2330	2350-2360	-20

TUR

FUNDAMENTALS

Sentiments eased in tur markets as well. Rains across Rayalseema helped easing weather concern, where crop fell under stress due to long pause of rains. Supply is not at all concerning. Though its import by private importers in recent had slowed due to its poor off-take in physical markets because of inferior quality, but now govt agencies are importing tur from Myanmar. Though locals say that the quality of imported good might not be good, but far competitive prices of imported cargos certainly would have negative impact on domestic dynamics.

Futures Market Commentary

Lemon tur futures opened firm, but could not stay into positive territory for long. Futures fell soon into negative territory and steady fall persisted through day. Futures set day's low at 1572 in the final hour. August contract eventually ended the day off Rs 9 at Rs 1581 per qtl

Price Drivers

Bullish

Demand from Retail end

Bearish

Due import of Tur by govt

Weather

Increased rainfall activity is likely over Orissa, Gangetic West Bengal, Jharkhand, Chhattisgarh and Vidarbha from 28th onwards. Subsequently the enhanced rainfall belt likely to shift into central India and Maharashtra.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'short day' pattern. Relatively big lower shadow shows limited downside potential. Prices closed below both the 9-days and 18-days EMA. MACD is still slanting downward into negative territory and trading below its signal line. %K line is in oversold zone and falling further downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1571	1562	1581	1591	1602
Sept	1600	1591	1608	1618	1627

TRADE RECOMMENDATION:

Sell August contract near 1585 with target towards 1572, second target 1565. Put SL at 1591.

Spot Market Prices of Tur**(Rs/qrtl)**

Origin/Grade	Center	26.07.06	25.07.06	Change
Burmese Lemon	Mumbai	1570	1575	-5
Burmese Lemon	Delhi	1775	1800	-25
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	1975	2000	-25
Red tur	Gulbarga	1825	Closed	-
Fatka Dall	Gulbarga	2700	Closed	-
Red Tur	Latur	1900-1950	Closed	-
White Tur	Latur	1900-1974	Closed	-
Red	Jalna	1750	NA	-
White	Jalna	1825	1900	-75
BDM	Jalna	1900	NA	-
Marathwada	Akola	1860	1870	-10
Vidarbha	Akola	1850	1860	-10
Local Tur	Vijaywada	1660-1665	1680	-15

Others

Moong

Arrivals of moong in Delhi has stated from different production areas. Harvest of moong is continuing in some parts of Karnataka (Hubli, Gagad etc). Also, few consignments are due reaching shortly from Myanmar. Whereas demand for the remained weak in anticipation of further ease in its prices ahead.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	26.07.06	25.07.06
Shekhavati	Delhi	3100	3100
Kishangarh	Delhi	3150	3150
Medta/Bisao	Delhi	3200	3200-3250
Desi	Indore	2600-2900	Closed
Chamki	Jalna	2500-2700	2500-2750
Chamki	Akola	2600-2800	2650-2850

FIELD PEAS

Field pea prices also hovered high on persistent demand. Demand for the same was reorted good from besan manufacturing units. Firm sentiments in chana markets also helped underpinning its values. Import of the same has been slowed ahead of kharif harvest.

Spot Market Prices of Pea (Rs/qtl)

Center	26.07.06	25.07.06
Mumbai	1301	1321-1351
Kanpur	1325	1330-1335

Masoor

Masoor markets observed 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	26.07.06	25.07.06
Delhi-MP/kota Line	1900	1925
Delhi- UP/Sikari	2400	2450
Kanpur local mill delivery	1930	1935-1940
Kanpur new- Braeilly Delivery	1990-2000	2000
Kanpur- new Malka Dal	2100-2125	2125-2140
Indore- Masra	1820	Closed
Indore- Masoor New	1810	Closed
Indore- Medium New	1725	Closed
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	3000	3000
Kolkata (Truck delivery)	3400	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 46.850

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