

PULSES DAILY

July 11, 2006

URAD

FUNDAMENTALS

Trading remained slow in urad markets. Though government has been taking all possible actions to curb prices of essential commodities, pulses like urad kept commanding premiums over immediate shortage. In most of the markets in India, only imported grade is available, prices of which have been hovering higher as were originally bought at higher prices from Myanmar. CNF Prices of the Burmese urad this year are almost double compared to last year. Unlike last year, weather has not been much fussy and farmers also are highly inclined towards this crop. Supply situation is likely to improve in coming months with the onset of fresh harvest. Also, big consignments bought by Indian govt will start reaching at different ports by end of this month.

Futures Market Commentary

Urad July contract opened red and fell sharply downward and touched day's bottom with in 10 minutes after opening of the session. Futures sprang up from the lower level very swiftly, but upside movements could not help it recovering from this bearish mode. There was strong resistance at 2976. Futures banged couple of time with this level during the day. Even futures concluded the session at this 2976 only, but this was never infringed during the day.

Price Drivers

Bullish

High prices in International markets

Bearish

Import by Nafed

Retailing by Delhi Govt

Weather

Southwest monsoon has further advanced into remaining parts of Haryana and Punjab and some more parts of Rajasthan.

TECHNICALS

NCDEX -July Contract

Big lower shadow of white candlestick body shows that lower levels are not sustainable. Prices closed above both the 9-days and 18-days EMA. %K line is running above %D line and is in oversold zone. MACD is moving upward and has made centerline crossover.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2946	2916	2976	2991	3006
August	2681	2656	2705	2729	2752

TRADE RECOMMENDATION:

Sell July contract near 2980 with target towards 2960. Second target at 2950. Put SL at 2995.

Spot Market Prices of Urad

(Rs/ql)

Origin/Grade	Center	10.07.06	08.07.06	Change
Burma Faq	Mumbai	3100	3100	-
Burma Faq	Delhi	3225	3200-3225	-
Desi	Akola	3300-3400	3300-3400	-
Desi	Indore	2700-3000	2500-3100	-
Desi	Vijaywada	3525-3550	3550	-

CHANA

FUNDAMENTALS

Chana prices continued holding steady levels on talks of truncated inventories in Delhi due to reduction in arrivals and sustained demand from actual users in recent weeks. Arrivals in Delhi have reduced substantially, as prices stopped rising against earlier expectations of traders, rather eased following increased clamors for govt intentions towards discouraging hoarders or profiteers. Traders however also do not rule out possibility of increased import later this year, if prices remain high in domestic markets. Farmers in exporting nations like Canada, Australia etc are keener towards chickpea and peas, so, its supply in international markets is likely to improve in coming months.

Futures Market Commentary

Opening of Chana July contract although was weak, futures downtrend halted soon as buying dried up with in 15 minutes after opening of the session. Futures recovered soon and kept moving on both sides of unchanged level. Day's high was set at 2348 just before closing. July contract ended up Rs 18 at Rs 2340 per qtl.

Price Drivers

Bullish

High prices of chana in international markets

Bearish

Ban on Pulses Export extended till March 31st, 2007

Weather

Southwest monsoon has further advanced into remaining parts of Haryana and Punjab and some more parts of Rajasthan.

TECHNICALS

NCDEX -July Contract

White candlestick body with relatively big 'lower shadow' shows underlying strength in the market. Prices also closed above both the slow and fast EMAs. %k line is running above %d line and is in neutral zone. MACD is heading upward. RSI is giving signals of gaining momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2299	2257	2340	2365	2389
August	2284	2255	2313	2340	2367

TRADE RECOMMENDATION:

Sell July contract near 2345 with target of 2325. Second target 2315. Put SL at 2360.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	10.07.06	08.07.06	Change
Rajasthan Desi	Delhi	2290-2300	2325	-25
MP Desi	Delhi	2250-2260	2250-2275	-
Kantewala	Indore	2215-2220	2220-2225	-
Desi	Gulbarga	2100	2050	+50
Gauran	Latur	NA	2150	-
Annagiri	Latur	NA	2300	-
G-12/Vijay	Latur	NA	2200	-
Gauran	Jalna	2100	2125-2150	-25
Pila	Jalna	2175	NA	-
Mixed	Akola	2260-2265	2270-2275	-5
Chapa	Akola	2300	2315-2320	-15
Desi	Kanpur	2350	2350	-

TUR

FUNDAMENTALS

Tur markets continued to see range-bound trading. News that government intended to import tur as well had negative impact on market sentiments. Traders do not see more room for downside movement of its prices. Tur prices are already running low on year basis and believed to have bottomed out. Stock no doubt is good in its major markets like Gulbarga and Latur; traders are expecting improvement in its off take with in a week or so.

Futures Market Commentary

Lemon tur July contract opened substantially low against previous day's closing. Futures bottomed out with in first 15 minutes and kept swinging in negative territory through the day. There was strong resistance at 1590, which futures could not breach through the day. Lemon tur July contract ended the day off Rs 12 at Rs 1582 per qtl.

Price Drivers

Bullish

Enhanced MSP by State govt

Bearish

Good stock of domestic produce

Govt intended to import Tur

Weather

Southwest monsoon has further advanced into remaining parts of Haryana and Punjab and some more parts of Rajasthan.

TECHNICALS

NCDEX -July Contract

Candlestick body has formed 'spinning top' formation. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is moving upward and is in neutral zone. MACD is in negative territory. Though MACD is moving upward, but is still trading below its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1574	1566	1582	1595	1610
August	1592	1574	1611	1637	1664

TRADE RECOMMENDATION:

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

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	10.07.06	08.07.06	Change
Burmese Lemon	Mumbai	1571	1575	-5
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	1975-2000	2000	-
Red tur	Gulbarga	1775	1765	+10
Fatka Dall	Gulbarga	2600	2550	+50
Red Tur	Latur	NA	1820-1825	-
White Tur	Latur	NA	1825-1850	-
Red	Jalna	1800	1800-1825	-
White	Jalna	1780	1800	-20
BDM	Jalna	1825	1850	-25
Marathwada	Akola	1850	1860-1865	-10
Vidarbha	Akola	1825-1830	1840	-10
Local Tur	Vijaywada	1625-1650	1640	-

Others

Moong

Moong markets observed weak trend. Arrivals of much awaited rains in northern India (mainly Rajasthan) has bettered its crop perspectives. Farmers will go for bohni of moong in Rajasthan.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	10.07.06	08.07.06
Shekhavati	Delhi	3075	3100
Kishangarh	Delhi	3100	3125
Medta/Bisao	Delhi	3150-3175	3225
Desi	Indore	2600-2900	2700-3000
Muglai	Jalna	NA	NA
Chamki	Akola	2600-2800	2800-3000

FIELD PEAS

Field peas markets continued to see steady trend. Firming up in chana prices also helped underpinning its values. Demand for the same has been consistent from different consumption centers

Spot Market Prices of Pea (Rs/qty)

Center	10.07.06	08.07.06
Mumbai	1195	1201
Kanpur	1280	1270-1275

Masoor

Masoor markets though had no oomph, restrained selling by stockists helped checking fall in its prices. Stock of masoor is not very big in domestic markets. Also, masoor has yet to see its off-season, so stockists are in no hurry.

Spot Market Prices of Masoor (Rs/qty)

Center	10.07.06	08.07.06
Delhi-MP/kota Line	1825	1850
Delhi- UP/Sikari	2325	2325
Kanpur local mill delivery	1860	1850
Kanpur new- Braeilly Delivery	1920	1920
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	3150
Masur Dal	2800	2800

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

Quality	10.07.06
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 Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	500-510

Port watch

- 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.

Forex - 1 US\$ - INR 46.060

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