

PULSES DAILY

July 18, 2006

URAD

FUNDAMENTALS

Urad markets turned bullish on increased anxiety over weather factor. Rains reportedly remained subdued in northern Karnataka and mostly across the Andhra Pradesh. Sowing of urad has been completed and short spell of rains will be welcoming. Though big consignments bought by different government agencies are scheduled to arrive late this month, but this very factor was overwhelmed by fresh weather worries.

Futures Market Commentary

Urad August contract opened firm and spent whole day into bullish mode. After shy movements in first 30 minutes, futures rose swiftly in next 60 minutes. Gains thereafter were steady and day's high was set near 4.05 pm. Urad August contract ended the day up Rs 66 at Rs 2829 per qtl.

Price Drivers

Bullish

High prices in International markets

Bearish

Import by Nafed, PEC, MMTC

Retailing by Delhi Govt

Weather

Fairly widespread rains with heavy to very heavy falls are likely over Vidarbha, Chhattisgarh and East Madhya Pradesh. The rainfall activity over West Madhya Pradesh, East Rajasthan, Madhya Maharashtra and Gujarat is likely to increase during next 2-3 days.

TECHNICALS

NCDEX -August Contract

Small shadows on either side of white candlestick show strong bullish dispositions. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is running below %d line and is leaning further downward. MACD is moving higher into positive territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	3037	2999	3075	3101	3127
August	2788	2746	2829	2857	2884

TRADE RECOMMENDATION:

Buy August contract near 2830 with target towards 2850. Second target at 2865. Put SL at 2805.

Spot Market Prices of Urad

(Rs/qrtl)

Origin/Grade	Center	17.07.06	15.07.06	Change
Burma Faq	Mumbai	3100	3081-3090	+10
Burma Faq	Delhi	3260-3265	3200	+60
Desi	Akola	3300	3000-3300	-
Desi	Indore	2800-3100	2800-3100	-
Desi	Vijaywada	3650	3600	+50

CHANA

FUNDAMENTALS

Chana markets firmed up on rumors about govt plans for lifting ban on pulses export. Also, few days back, a delegation of pulses traders had approached concerned ministry to remove ban on pulses export. However, there has not been any official report to back up such rumors. These rumors were further beefed by media reports revealing intentions of government to lift embargo on sugar export. Since, weather again is taking turn, government would not take chance of venturing any thing that could lead to rise in prices of essential commodities including pulses.

Futures Market Commentary

Chana August futures opened firm and posted steady gains through the day. Momentum slowed near 11.30 am and futures slithered in narrow range in next two hours. Contract saw day's high near 3.10 pm and concluded the day in fairly bullish mode. August chana contract ended up Rs 80 at Rs 2384 per qtl.

Price Drivers

Bullish

High prices of chana in international markets

Bearish

Ban on Pulses Export extended till March 31st, 2007

Weather

Fairly widespread rains with heavy to very heavy falls are likely over Vidarbha, Chhattisgarh and East Madhya Pradesh. The rainfall activity over West Madhya Pradesh, East Rajasthan, Madhya Maharashtra and Gujarat is likely to increase during next 2-3 days.

TECHNICALS

NCDEX -August Contract

White candlestick body has formed 'long day' pattern with 'opening marubozu'. Prices closed above both the slow and fast EMAs. %k line is running below %d line showing signals of weakening momentum. MACD though is moving higher, but still is in negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2292	2249	2335	2369	2403
August	2324	2264	2384	2425	2466

TRADE RECOMMENDATION:

Sell August contract near 2390 with target of 2370. Second target 2360. Put SL at 2405.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	17.07.06	15.07.06	Change
Rajasthan Desi	Delhi	2285-2350	2260-2275	+75
MP Desi	Delhi	2300	2250	+50
Kantewala	Indore	2235-2240	2200	+35
Desi	Gulbarga	2175	2175	-
Gauran	Latur	2100-2150	NA	-
Annagiri	Latur	2250-2280	NA	-
G-12/Vijay	Latur	2200	NA	-
Gauran	Jalna	2200-2225	2200	-
Pila	Jalna	2325	2250	-25
Mixed	Akola	2260-2265	2250	+10
Chapa	Akola	2300	2300	-
Desi	Kanpur	2375	2360	+15

TUR

FUNDAMENTALS

Sentiments remained firm in tur markets following firm cash basis. Demand for the same is reported improving from major consumption centers. Also, people have started trading weather factor, which has not been very friendly in northern Karnataka and Andhra Pradesh. Sowing of the same has been completed in these states.

Futures Market Commentary

Tur August contract opened weak, but managed to recover from this bearish zone very speedily. Futures reached day's high by 11.35 am. Though futures fell further on long liquidation, but there was strong support at 1614, which was infringed just before closing. Lemon tur August contract ended up Rs 15 at Rs 1614 per qtl.

Price Drivers

Bullish

Fresh demand from the retail end

Bearish

Due import of Tur by govt

Weather

Fairly widespread rains with heavy to very heavy falls are likely over Vidarbha, Chhattisgarh and East Madhya Pradesh. The rainfall activity over West Madhya Pradesh, East Rajasthan, Madhya Maharashtra and Gujarat is likely to increase during next 2-3 days.

TECHNICALS

NCDEX -August Contract

White candlestick body has formed 'opening marubozu', but relatively big upper shadow shows weakness in the contract. Prices closed above 9-days EMA, but remained below 18-days EMA. Stochastic is giving signals of weakening momentum. MACD is running flat into negative territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1563	1551	1575	1590	1605
August	1597	1579	1614	1631	1647

TRADE RECOMMENDATION:

Buy August contract near 1610 with target towards 1530, second target 1645. Put SL at 1595.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	17.07.06	15.07.06	Change
Burmese Lemon	Mumbai	1575-1600	1600	-
Burmese Lemon	Delhi	1825	1800	+25
Maharashtra tur	Delhi	1925	1900	+25
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1760-1770	1780	-10
Fatka Dall	Gulbarga	2600	2600	-
Red Tur	Latur	1800-1870	NA	-
White Tur	Latur	1850-1950	NA	-
Red	Jalna	1770	1800	-30
White	Jalna	1800-1825	1825	-
BDM	Jalna	1850	1850	-
Marathwada	Akola	1860	1840	+20
Vidarbha	Akola	1850	1825-1830	+20
Local Tur	Vijaywada	1675	1675	-

Others

Moong

Moong markets also have turned bullish on weather factor. Sowing of the same has yet to be done in Rajasthan, which is the major producing state followed by Maharashtra. However, latest weather forecast of Indian Meteorological Department (IMD) has called for precipitation in east Rajasthan.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	17.07.06	15.07.06
Shekhavati	Delhi	3100	3050
Kishangarh	Delhi	3150	3125
Medta/Bisao	Delhi	3250-3275	3200-3225
Desi	Indore	2700-3000	2700-3000
Muglai	Jalna	NA	NA
Chamki	Akola	2800-2900	2900

FIELD PEAS

Field pea prices continued to hover high on steady demand. Since, all the other pulses prices are improving (with independent reasons), traders see friendly perspective for peas in medium to long term.

Spot Market Prices of Pea (Rs/qty)

Center	17.07.06	15.07.06
Mumbai	1195-1201	1180-1190
Kanpur	1295-1300	1290-1300

Masoor

Masoor markets continued to see firm trend. Demand is good from the West Bengal. According to traders, consumption of masoor usually increases in these states in rainy season. Regular demand for the same from eastern zone helped underpinning its values.

Spot Market Prices of Masoor (Rs/qty)

Center	17.07.06	15.07.06
Delhi-MP/kota Line	1825	1800
Delhi- UP/Sikari	2400	2400
Kanpur local mill delivery	1925-1930	1900
Kanpur new- Braeilly Delivery	1970-1975	1950
Kanpur- new Malka Dal	2125-2130	2100
Indore- Masra	1770	1770
Indore- Masoor New	1760	1760
Indore- Medium New	1650	1650
Bahraich-Masoor	2625	2625
Bahraich-Export Chanti	2925	2900
Kolkata (Truck delivery)	3300-3325	3300
Masur Dal	2900	2900

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

Quality	17.07.06
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 46.430

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