

PULSES DAILY

July 12, 2006

URAD

FUNDAMENTALS

Sentiments remained firm in urad markets. According to traders, stock of urad had exhausted in most of the interior markets long ago. Presently, only imported urad is available in major markets, which originally was bought at higher prices from Burma. Traders feel that current up-trend is transitory and prices will likely to come down by end of this month with the increase in supply. Though fresh harvest is unlikely to be available before second fortnight of July even in early sown areas, government consignments due reaching by end of this month will have negative impact on its prices.

Futures Market Commentary

Urad July contract opened firm and posted big gains in first 30 minutes. Though momentum weakened further, but futures had strong support at 2992 level. Futures finally concluded the day above strong psychological level of 3000. Urad July contract ended the day up Rs 37 at Rs 3010 per qtl.

Price Drivers

Bullish

High prices in International markets

Bearish

Import by Nafed

Retailing by Delhi Govt

Weather

Southwest monsoon has further advanced into most parts of East Rajasthan and some more parts of West Rajasthan.

TECHNICALS

NCDEX -July Contract

White candlestick body has formed 'short day' pattern and prices closed above both the 9-days and 18-days EMA. %k line is running above %d line, but is trading high in oversold zone. MACD has entered into positive zone and moving upward. RSI is giving signs of gaining momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2977	2950	3010	3025	3046
August	2715	2697	2732	2759	2785

TRADE RECOMMENDATION:

Sell July contract near 3010 with target towards 2990. Second target at 2975. Put SL at 3025.

Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	11.07.06	10.07.06	Change
Burma Faq	Mumbai	3125	3100	+25
Burma Faq	Delhi	3300	3225	+75
Desi	Akola	3300-3400	3300-3400	-
Desi	Indore	2800-3100	2700-3000	-
Desi	Vijaywada	3550-3565	3525-3550	-

CHANA

FUNDAMENTALS

Chana markets also observed firm trend. However, trading remained low in physical markets due to increase in its prices. Reports of widespread rains in Rajasthan further put cap on bullish dispositions in the market. Though chana itself is sown in Rabi season and has no direct relation with weather, its affect on other kharif pulses certainly will have impact on its market dynamics.

Futures Market Commentary

Chana July contract opened firm and peaked with in 30 minutes after opening of the session. Futures then got trapped in narrow range of 2357-2374 for most of time during remaining half. Profit booking was seen near 13.55 hrs and futures bottomed out in next 1.30 hrs. Futures however, posted steady gains soon after and ended the day into positive territory. Chana July futures ended the day up Rs 6 at Rs 2341 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 most parts of East Rajasthan and some more parts of West Rajasthan.

TECHNICALS

NCDEX -July Contract

Formation of 'doji star' and big shadows on either side of the body show lacking conviction in the market. Prices closed above both the 9-days and 18-days EMA. %k line is running above %d line, but is in oversold zone. RSI is giving signal of weakening momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	2297	2257	2336	2379	2421
August	2298	2267	2328	2353	2377

TRADE RECOMMENDATION:

Sell July contract near 2340 with target of 2320. Second target 2305. Put SL at 2355.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	11.07.06	10.07.06	Change
Rajasthan Desi	Delhi	2325-2350	2290-2300	+25
MP Desi	Delhi	2250	2250-2260	-
Kantewala	Indore	2220-2240	2215-2220	-
Desi	Gulbarga	2100	2100	-
Gauran	Latur	2000-2110	NA	-
Annagiri	Latur	2200	NA	-
G-12/Vijay	Latur	2150	NA	-
Gauran	Jalna	2100	2100	-
Pila	Jalna	2175	2175	-
Mixed	Akola	2280	2260-2265	+15
Chapa	Akola	2325	2300	+25
Desi	Kanpur	2375	2350	+25

TUR

FUNDAMENTALS

Sentiments also are improving in tur markets with the emergence of fresh demand. According to traders, demand of tur is improving for the festival season ahead. However, supply situation in domestic markets is not at all concerning and also government is planning to import the same from Myanmar, so big jump out in its prices seems unlikely. Sowing is almost completed in southern states and weather further is congenial for the crop.

Futures Market Commentary

Lemon tur July contract opened firm and kept floating higher in the positive territory all through the day. Futures were highly volatile in the beginning and set both days' high and low within 30 minutes after opening of the session. Movements remained restricted with in Rs 18 during the day. Tur July contract ended the day up Rs 10 at Rs 1595 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 most parts of East Rajasthan and some more parts of West Rajasthan.

TECHNICALS

NCDEX -July Contract

Candlestick body has formed the 'doji star'. Big upper shadow shows limited upside potential. Prices closed above 9-days EMA and remained below 18-days EMA. %k line is running above %d line giving signals of gaining momentum. RSI is also giving bullish signal.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
July	1584	1578	1590	1602	1614
August	1605	1596	1614	1629	1644

TRADE RECOMMENDATION:

Buy July contract near 1590 with target towards 1610, second target 1620. Put SL at 1575.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	11.07.06	10.07.06	Change
Burmese Lemon	Mumbai	1575-1600	1571	+5
Burmese Lemon	Delhi	1825	1800	+25
Maharashtra tur	Delhi	1925	1900	+25
Karnataka tur	Delhi	2000	1975-2000	-
Red tur	Gulbarga	1775	1775	-
Fatka Dall	Gulbarga	2600	2600	-
Red Tur	Latur	1875-1920	NA	-
White Tur	Latur	1850-1970	NA	-
Red	Jalna	1800	1800	-
White	Jalna	1780	1780	-
BDM	Jalna	1825	1825	-
Marathwada	Akola	1860-1865	1850	+10
Vidarbha	Akola	1835-1840	1825-1830	+5
Local Tur	Vijaywada	1650	1625-1650	-

Others

Moong

Reports of widespread rains in western states had negative impact on moong prices. There were good rains reported in eastern Rajasthan today. Forecast of Indian Meteorological Department (IMD) further calls for more rains across the state in coming days. Good rains will facilitate planting of moong. Rajasthan is largest producer of moong

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	11.07.06	10.07.06
Shekhavati	Delhi	3050	3075
Kishangarh	Delhi	3100	3100
Medta/Bisao	Delhi	3100	3150-3175
Desi	Indore	2700-3000	2600-2900
Muglai	Jalna	NA	NA
Chamki	Akola	2600-2850	2600-2800

FIELD PEAS

Demand for the peas remained good from all the consumption centers. Since, supply also is not concerning, prices continued to hold steady levels. Traders are expecting little pause in its import due to piling up of good stocks after recent consignments.

Spot Market Prices of Pea (Rs/qrtl)

Center	11.07.06	10.07.06
Mumbai	1201	1195
Kanpur	1280	1280

Masoor

Sentiments remained firm in masoor markets due to restrained selling by the stockists. Demand although has not been aggressive, stockists are not feeling any kind of pressure as there is no big inventories due to short crop this year.

Spot Market Prices of Masoor (Rs/qrtl)

Center	11.07.06	10.07.06
Delhi-MP/kota Line	1900	1825
Delhi- UP/Sikari	2400	2325
Kanpur local mill delivery	1875-1880	1860
Kanpur new- Braeilly Delivery	1950	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)	3125	3150
Masur Dal	2900	2800

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

Quality	11.07.06
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 46.210

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