

PULSES DAILY

August 08, 2006

URAD

FUNDAMENTALS

Urad markets turned bullish on fresh emanating concern over weather problems in South Peninsula including Maharashtra. Traders say that it would be too early to trade weather factor, as crop is still in vegetative growth stage. Rains unlikely to have adverse impact on the crop at large. Few more vessels of urad are expected this week from Myanmar. Since, imported consignments too are costly, market did not cut premium over immediate shortage in domestic markets. Buying however was seen dwindling in physical markets at higher prices.

Futures Market Commentary

Urad August contract opened up gapping substantially versus previous day's closing. Substantial gains i.e. Rs 90 were posted with in 5 minutes itself after opening of the session. Futures thereafter, however, slithered in narrow range, but kept hanging higher through the day. Day's high was set near 13.25 hrs. August contract eventually ended the day up Rs 100 at Rs 2928 per qtl.

Price Drivers

Bullish

Govt Put import of 191,000 MT pulses on hold

Bearish

Consignments reaching from Burma

Weather

Heavy to very heavy falls are also likely at a few places over north Madhya Maharashtra, Vidarbha, Marathawada, West Madhya Pradesh, Gujarat and East Rajasthan.

TECHNICALS

NCDEX -August Contract

White opening Marubozu after hammer formation in previous session confirmed the continuation of bullish trend that was started 10 days ago. Prices closed above both the 9-days and 18-days EMA. %K line is running above % d line, but has entered into overbought zone. MACD is in positive territory and heading further upward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2864	2800	2928	2967	3006
Sept	2570	2492	2648	2696	2744

TRADE RECOMMENDATION:

Buy August contract near 2925 with target towards 2950 Second target at 2975. Put SL at 2910.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	07.08.06	05.08.06	Change
Burma Faq	Mumbai	3051-3100	3000	+50
Burma Faq	Delhi	3300	3200	+100
Desi	Akola	NA	3000	-
Desi	Indore	2700-3100	2600-3000	-
Desi	Vijaywada	3500-3525	3450-3475	+25

CHANA

FUNDAMENTALS

Chana markets had nothing fresh in fundamentals. Mild support came from premature weather concerns. Demand for the same was routine good from actual users/millers. Prices also are lucrative for stockists and unlikely to be repeated given weather normalizes soon. Sowing of kharif pulses has increased in almost all the producing states. Prices also are up in international markets. In Global arena, demand has been good from the Muslim nations for Ramzaan ahead. People in domestic markets are not expecting big jump, but at the same time rule out sharp fall in its prices in near to medium term.

Futures Market Commentary

August contract although opened firm, but upside movements remained timid through the day. Futures also fell into negative territory couple of times during the day, but for a very brief period. Smart gains were posted in the final hours, which took futures to the day's high near 16.15 hrs. August chana contract eventually ended the day up Rs 25 at Rs 2511 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Improved weather in all pulses growing areas

Weather

Heavy to very heavy falls are also likely at a few places over north Madhya Maharashtra, Vidarbha, Marathawada, West Madhya Pradesh, Gujarat and East Rajasthan.

TECHNICALS

NCDEX -August Contract

Small candlestick body after long white body in previous session indicates slowing momentum. Both the 9-days and 18-days EMA remained below price-line. %k line has recently made bullish crossover with %d line and heading further upward. MACD is in positive territory and moving upward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2490	2468	2511	2525	2538
Sept	2521	2499	2544	2557	2571

TRADE RECOMMENDATION:

Buy August contract near 2500 with target of 2520
Second target 2535. Put SL at 2490

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	07.08.06	05.08.06	Change
Rajasthan Desi	Delhi	2435-2475	2450	-
MP Desi	Delhi	2420-2450	2400	+20
Kantewala	Indore	2385-2390	2360-2365	+20
Desi	Gulbarga	2200	2200	-
Gauran	Latur	2250	Closed	-
Annagiri	Latur	2350	Closed	-
G-12/Vijay	Latur	2350	Closed	-
Gauran	Jalna	2250	2200-2250	-
Pila	Jalna	2300	2300	-
Mixed	Akola	2400	2375	+25
Chapa	Akola	2425	2400-2425	-
Desi	Kanpur	2480-2485	2450	+30

TUR

FUNDAMENTALS

Tur markets saw smart retreats following overly hyped reports of weather trouble in Southern States. Traders however say that it would be too early to trade on weather factor and believe that ideas of oversold market might have helped a lot for this retreat. Demand still is sluggish in domestic markets, as locals stayed away than venturing accumulations of stock ahead of big pulses import. Discharge of more than 17,000 MT is already in progress at Mumbai port.

Futures Market Commentary

Lemon tur August contract opened firm gapping significantly versus previous closing. Futures moved up swiftly in first 15 minutes and this initial rally was followed by small-scale profit booking. Day's high was set near 12.10 hrs. But there was strong resistance at 1529, which futures could not breach through the day. August contract finally finished the day up Rs 25 at Rs 1520 per qtl.

Price Drivers

Bullish

Weather concern in South Peninsula

Bearish

Fresh Consignments from Burma

Weather

Heavy to very heavy falls are also likely at a few places over north Madhya Maharashtra, Vidarbha, Marathwada, West Madhya Pradesh, Gujarat and East Rajasthan.

TECHNICALS

NCDEX -August Contract

White Opening Marubozu after series of dark candles is inkling reversal in pattern. Visible upper shadow shows underlying weakness in the market. Prices closed below both the 9-days and 18-days EMA. %k line is running above %d line, but still is crawling deep down into oversold zone. MACD is in negative territory and falling further downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1506	1493	1520	1531	1543
Sept	1543	1526	1559	1573	1586

TRADE RECOMMENDATION:

Sell August contract near 1520 with target towards 1507, second target 1495. Put SL at 1530.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	07.08.06	05.08.06	Change
Burmese Lemon	Mumbai	1441-1475	1475	-
Burmese Lemon	Delhi	1750	1650-1675	+75
Maharashtra tur	Delhi	1800	1775	+25
Karnataka tur	Delhi	1900	1875	+25
Red tur	Gulbarga	1825-1830	1825	-
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	1800	Closed	-
White Tur	Latur	1821-1831	Closed	-
Red	Jalna	1700-1725	1775	-50
White	Jalna	1725-1750	1700-1725	-
BDM	Jalna	1775	1800	-25
Marathwada	Akola	1800	1825	-25
Vidarbha	Akola	1800	1800	-
Local Tur	Vijaywada	1675	1650	+25

Others

Moong

Moong prices continued hovering higher following reports of weather troubles in some parts of Karnataka and Andhra Pradesh. Harvest of moong has started in most areas in Karnataka. Beneficial rains were reported in Barmer region (Rajasthan), which is major moong growing area.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	07.08.06	05.08.06
Shekhavati	Delhi	3050	3025
Kishangarh	Delhi	3100	3075
Medta/Bisao	Delhi	3125	3075
Desi	Indore	2600-2900	2600-2900
Chamki	Jalna	NA	NA
Chamki	Akola	NA	2500-2600

FIELD PEAS

Field pea markets continued to see firm trend. Good demand from all the major consumption areas coupled with momentary halt in its import kept the market in high spirit. Improvement in chana prices also boosted the sentiments.

Spot Market Prices of Pea (Rs/qrtl)

Center	07.08.06	05.08.06
Mumbai	1360-1370	1330
Kanpur	1370-1375	1330

Masoor

Masoor markets observed mixed trend. Improvement was seen in Kanpur markets, while prices held steady levels in major producing mandis. Firming up in other pulses particularly field peas helped supporting its prices.

Spot Market Prices of Masoor (Rs/qrtl)

Center	07.08.06	05.08.06
Delhi-MP/kota Line	1860	1860-1870
Delhi- UP/Sikari	2370	2370
Kanpur local mill delivery	1920-1925	1890-1900
Kanpur new-Braeilly Delivery	1960-1970	1940-1950
Kanpur- new Malka Dal	2100-2125	2080-2100
Indore- Masra	1780	1780
Indore- Masoor New	1770	1770
Indore- Medium New	1700	1700
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	2925	2900
Kolkata (Truck delivery)	3375	3350
Masur Dal	3000	3000

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

Quality	07.08.06
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

- Mumbai Port is receiving 12,450 MT of pulses from the vessel 'Leonis'. The cargo was loaded from Yangon. Able Marine agents is handling the vessel. Delivery of 12,500 MT of pulses is continuing at the port from the vessel 'Krabinaavee'. The vessel is being handled by Samsara agents. The port is expecting 'Al Muztuba' from Yangon to discharge 7,000 MT of pulses. Sai Freight agents will be handling the vessel.

Forex

Forex rate as on 07.08.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.490
European Union	Euro	59.880
Japan	100 Yen	40.570
United Kingdom	GBP	88.670



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