

## PULSES DAILY

August 28, 2006

### URAD

#### FUNDAMENTALS

Urad markets continued to see weak trend. Timely decision of central government delegating powers to state government for taking necessary actions towards dehoarding would help discouraging unnecessary accumulation of stocks. Harvest of urad has started in some areas of Karnataka and South Maharashtra and is due shortly in many other producing states. Importers still are offering their produce at higher prices, as had bought the same at higher prices. Millers/actual buyers are purchasing just for their immediate requirement and expecting downtrend with the picking up of harvest in coming weeks.

#### Futures Market Commentary

September Urad contract opened in red zone gapping substantially versus previous day closing. Futures started falling downward soon after opening and steady downtrend persisted all through the day. Futures bottomed out just before closing of the session. September urad contract finally finished the day off Rs 112 at Rs 3062 per qtl.

#### Price Drivers

##### Bullish

High prices in international markets

##### Bearish

Onset of harvest in early sown areas

#### Weather

Weather across most of the urad producing belts is dry, which is good for fieldwork. Harvest of urad is round the corner in most areas.

#### TECHNICALS

##### NCDEX -September Contract

Dark candlestick body with 'opening marubozu' and very small lower shadow indicates strongly bearish pattern. Both 9-days and 18-days EMA remained below price line. %K line is running above %d line, but both are in overbought zone. RSI is giving signals of weakening momentum. MACD kept moving higher in positive territory.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	3028	2993	3062	3124	3185
Oct	2742	2772	2712	2732	2752

#### TRADE RECOMMENDATION:

Sell Sept contract near 3070 with target towards 3050  
Second target at 3030. Put SL at 3085.

#### Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	26.08.06	25.08.06	Change
Burma Faq	Mumbai	3500	3475-3500	-
Burma Faq	Delhi	3700	3850	-150
Desi	Akola	3500	3500-3600	-
Desi	Indore	2800-3200	3400	-200
Desi	Vijaywada	3925-3975	4075-4100	-100

## CHANA

### FUNDAMENTALS

Chana markets also observed weak trend. Apart from news of extended efforts of government to check spiraling prices of commodities, people also does not seem convinced with the rally in its prices ahead of kharif harvest. Some relates this rally to the seasonal demand, but markets seem overdone against this factor. Demand for the same in fact has fallen from the besan manufacturing units, as they have turned to other available cheaper alternatives like corn, peas etc.

### Futures Market Commentary

Chana futures opened weak and kept swinging down into red zone all through the day. There was strong resistance at 2767, to which futures though banged twice during the day, but could not infringe all though the session. Futures fell to the day's bottom at 2745 near 13.20 hrs. Chana September contract finally finished the day off Rs 24 at Rs 2760 per qtl.

### Price Drivers

#### Bullish

High prices in International Markets

#### Bearish

Due harvest of other kharif pulses

### Weather

Weather had no direct impact on its crop, as chana is sown in rabi season. Dry weather situation in most of Rajasthan is congenial for moong harvest.

### TECHNICALS

#### NCDEX -September Contract

'Opening Marubozu' for the second consecutive day shows likely continuation of downtrend. Prices are still higher from both the 9-days and 18-days EMA. Stochastic oscillator has made bearish crossover with %d line and both are in overbought zone. RSI is giving clear signals of weakening momentum. MACD is in positive territory and is tilted slightly downward.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2744	2729	2760	2776	2793
Oct	2759	2740	2777	2798	2818

#### TRADE RECOMMENDATION:

Sell Sept contract near 2765 with target of 2745  
Second target 2730. Put SL at 2776

### Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	26.08.06	25.08.06	Change
Rajasthan Desi	Delhi	2675	2730-2740	-55
MP Desi	Delhi	2650	2720	-70
Kantewala	Indore	2635-2640	2680-2685	-40
Desi	Gulbarga	2700	2700	-
Gauran	Latur	2650	2600-2650	-
Annagiri	Latur	2750	2800-2825	-50
G-12/Vijay	Latur	2700	2700	-
Gauran	Jalna	NA	2750-2775	-
Pila	Jalna	NA	2850	-
Mixed	Akola	2700	2750	-50
Chapa	Akola	2725	2775	-50
Desi	Kanpur	2750	2775-2780	-25

## TUR

### FUNDAMENTALS

Tur prices also fell in sympathy with decline in other pulses. Also, demand for the same has started dwindling at higher prices. According to traders, import of the same is likely to start soon from African countries like Tanzania, Malawi Mozambique etc. Presently, quotes for Tanzanian tur (Matwara) is little high. Sources informed that some small deals have been finalized at \$350 per ton (CNF Mumbai) recently for the import of this Matwara tur.

### Futures Market Commentary

September tur futures opened weak in to negative zone. Though futures sneaked into positive zone just after opening and fell back in negative territory with in 5 minutes after opening of the session. Futures spent rest of the day into negative zone. Futures fell to the day's bottom at 1712 near 11.40 hrs. Contract eventually finished the day off Rs 22 at Rs 1715 per qtl.

### Price Drivers

#### Bullish

High prices of other available pulses

#### Bearish

Due harvest of other kharif pulses

### Weather

Rain/thundershowers are likely at a few places over Gujarat region and isolated over the rest regions in western states. Short-lived rains will unlikely to have any impact on crop in Gujarat; however, persistent rains will not be welcoming.

### TECHNICALS

#### NCDEX -September Contract

Candlestick body with relatively small lower shadow shows strong bearish pattern. Prices still closed above both the 9-days and 18-days EMA. Stochastic oscillator has made bearish crossover with %d line and RSI also is giving bearish signal. MACD is in positive territory.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	1705	1694	1715	1733	1750

#### TRADE RECOMMENDATION:

Sell Sept contract near 1720 with target towards 1705, second target 1695. Put SL at 1732.

### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	26.08.06	25.08.06	Change
Burmese Lemon	Mumbai	1711	1750-1760	-40
Burmese Lemon	Delhi	1800	1850	-50
Maharashtra tur	Delhi	1950	2000	-50
Karnataka tur	Delhi	2000-2025	2100	-75
Red tur	Gulbarga	2020-2025	2000-2010	+10
Fatka Dall	Gulbarga	3025-3030	3000	+25
Red Tur	Latur	2050-2060	2100	-40
White Tur	Latur	2075	2100	-25
Red	Jalna	NA	1925-1950	-
White	Jalna	NA	1950-1975	-
BDM	Jalna	NA	2000	-
Marathwada	Akola	1975	2000	-25
Vidarbha	Akola	1975	1980	-5
Local Tur	Vijaywada	1725-1730	1765	-35

## Others

### Moong

Moong prices eased following subdued demand and picking up of its harvest in different growing areas. Fresh 100-150 bags were reportedly arrived in Indore. Harvest in Gujarat and Rajasthan is expected to start with in a fortnight or so.

#### Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	26.08.06	25.08.06
Shekhavati	Delhi	2950	3000
Kishangarh	Delhi	3025	3050
Medta/Bisao	Delhi	3100	3150
Desi	Indore	2800-3100	3250
Chamki	Jalna	NA	3000
Chamki	Latur	3050	3150
Chamki	Akola	3000-3100	3200

### FIELD PEAS

Demand although is good, ease in chana prices had slightly bearish impact on market sentiments. Since, stocks were reported have fallen in Mumbai, this factor has helped underpinning values.

#### Spot Market Prices of Pea (Rs/qrtl)

Center	26.08.06	25.08.06
Mumbai (Canadian)	1575-1600	1600
Kanpur	1510-1515	1520

### Masoor

Masoor markets continued to see lackluster trading. Outstation demand remained weak. Traders are not expecting big decline in its prices in medium term, as stock of masoor particularly of chanti grade is not very good.

#### Spot Market Prices of Masoor (Rs/qrtl)

Center	26.08.06	25.08.06
Delhi-MP/kota Line	1975	2000
Delhi- UP/Sikari	2550	2600
Kanpur local mill delivery	2000	2020
Kanpur new- Braeilly Delivery	2060-2070	2070
Kanpur- new Malka Dal	2200	2200
Indore- Masra	1890	1920
Indore- Masoor New	1880	1910
Indore- Medium New	1800	1800
Bahraich-Masoor	2775	2800
Bahraich-Export Chanti	3200	3250
Kolkata (Truck delivery)	3500	3500
Masur Dal	3150	3200

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

Quality	26.08.06
Burmese new Lemon Tur Mumbai Chennai	NA
Burmese FAQ new Tur Mumbai/Chennai	NA
Burmese Shwebo Tur Mumbai/Chennai	340
Tanzania Matwara Tur Mumbai/Chennai	351
Burmese FAQ Urad Mumbai/Chennai	670-680
Burmese SQ Urad Mumbai/Chennai	730-740
Burmese Pedishwa Mung Chennai/Mumbai	620-630
Burmese Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	540-550

## Port watch

- 'Dolphin' from Yangon has berthed at Kolkata Port and continues to discharge 5,530 MT of pulses. B Ghose agents is handling the vessel. Delivery of 17,688 MT of peas is continuing at Kolkata Port from the vessel 'Mikhail Strekalovsky'. 'Macho' has berthed at the port and continues to discharge 15,997 MT of peas. Multinode agents is handling these vessels. The port is receiving 14,000 MT of peas from the vessel 'Full City'. The vessel is being handled by B Ghose agents. Delivery of 1,250 MT Of pulses continues to deliver at the port from the vessel 'Solomon'. The cargo was loaded from Yangon. ITT agents is handling the vessel.
- Delivery of 14,500 MT of pulses is continuing at Chennai Port from the vessel 'Yaad E Mohammed'. Imperial agents is handling the vessel.
- Mumbai Port is receiving 7,000 MT of pulses from the vessel 'Al Muztuba'. The cargo was loaded from Yangon. Sai Freight agents is handling the vessel. 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 'Krabinaevee'. The vessel is being handled by Samsara agents.

## Forex

Forex rate as on 26.08.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.610
European Union	Euro	59.440
Japan	100 Yen	39.770
United Kingdom	GBP	87.790



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