

PULSES DAILY

2006

August 18,

URAD

FUNDAMENTALS

There was nothing fresh in urad markets. Traders appeared little nervous at higher prices. Trading remained subdued in physical markets, as many traders do not rule out possibility of some kind of manipulation near expiry of any contract in futures market. Majority is unconvinced with the recent gains ahead of domestic harvest, which is reported to have started in some areas of Karnataka and South Maharashtra. Also, people are nervous about selling of Nafed at discounted prices ahead. Some big consignments bought by Nafed is expected this weekend at Chennai port.

Futures Market Commentary

Urad September futures opened firm and kept hanging higher all through the first half. September futures set day's high at 3046 by 12.35 hrs. Long liquidation that started at 13.30 hrs took futures down into red zone with in 30 minutes after opening of the session. From then on futures kept oscillating into negative zone till end of the session. Futures set day's low at 2887 and finally finished off Rs 50 at Rs 2932 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Onset of harvest in early sown areas

Weather

Latest forecast of IMD calls for more rains over many places in Gujarat, Madhya Maharashtra, Vidarbha and east MP. Rains are expected to intensify in Rajasthan in next 48 hours.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'short day' pattern, which is followed by sizable white candlestick body indicating likely reversal in trend. Prices closed above both the 9-days and 18-days EMA. MACD is moving upside in positive territory. %K line has made bullish crossover with %d line, while RSI is giving signals of weakening momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	3057	2970	3145	3277	3410
Sept	2863	2795	2932	3023	3115

TRADE RECOMMENDATION:

Sell Sept contract near 2935 with target towards 2910. Second target at 2895. Put SL at 2950.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	17.08.06	16.08.06	Change
Burma Faq	Mumbai	3350-3400	3250	+100
Burma Faq	Delhi	3650	3550-3575	+75
Desi	Akola	3400	NA	-
Desi	Indore	2800-3200	Closed	-
Desi	Vijaywada	3700	3725-3750	-25

CHANA

FUNDAMENTALS

Sentiments remained steady in Chana markets. Prices are lucrative in domestic market, which has triggered additional selling interest of stockists. Arrivals of chana have increased substantially in recent week in Delhi due to good realization. Demand also is good for ongoing festival season. Also, demand for chana rises at this point of time as a corollary of increased off take in besan during rainy season. People, however, are suspicious about repetition of current high prices after picking up of harvest of other kharif pulses.

Futures Market Commentary

Chana September contract opened firm, but fell down after modest gain soon after opening of the session. Futures got stuck with unchanged level and swung both sides of it till 12.15 hrs. From then on it started posting good gains and set day's high at 2721 by 13.30 hrs, but long liquidation thereafter took futures down into red zone before 15.00 hrs. Futures got caught in that zone and ended the day off Rs 12 at Rs 2682 per qtl.

Price Drivers

Bullish

Firm prices in international markets

Bearish

Due harvest of other kharif pulses

Weather

Latest forecast of IMD calls more rains over many places in Gujarat, Madhya Maharashtra, Vidarbha and east MP. Rains are expected to intensify in Rajasthan in next 48 hours.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'spinning top' formation, which indicates likely reversal in trend and lacking conviction in the market. Prices closed above both the 9-days and 18-days EMA. MACD is running flat into positive territory, but is trading below its signal line. %k line is running below %d line, but still is up high in overbought zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2654	2637	2670	2698	2725
Sept	2657	2632	2682	2714	2746

TRADE RECOMMENDATION:

Sell Sept contract near 2685 with target of 2660
Second target 2645. Put SL at 2700

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	17.08.06	16.08.06	Change
Rajasthan Desi	Delhi	2600	2560-2565	+35
MP Desi	Delhi	2550	2550	-
Kantewala	Indore	2530-2535	Closed	-
Desi	Gulbarga	2500	Closed	-
Gauran	Latur	2300	2450	-150
Annagiri	Latur	2600	2600	-
G-12/Vijay	Latur	2450-2500	2550	-50
Gauran	Jalna	2450	Closed	-

TUR

FUNDAMENTALS

Sentiments eased in Tur markets as well. Ideas of overbought market helped reversal in trend. Weather situation is satisfactory in Karnataka, which is the leading producing state. Some feels that market had been overdone against weather factor. Further, it's not even been much concerning in Maharashtra. Tur is mainly grown in South Maharashtra, where weather situation has been normal this year. Stock of domestic tur is good.

Futures Market Commentary

September tur futures opened up significantly versus previous day's closing and set out moving higher soon after opening of the session. Futures peaked within 20 minutes after opening of the session. Futures continued hanging in positive zone till 14.25 hrs, but lost momentum thereafter. Futures made crisscross movements around unchanged level throughout the remaining session and eventually ended up Rs 4 at Rs 1687 per qtl.

Price Drivers

Bullish

Concerning weather in Maharashtra

Bearish

Due import of Tur by govt ahead

Weather

Latest forecast of IMD calls more rains over many places in Gujarat, Madhya Maharashtra, Vidarbha and east MP. Rains are expected to intensify in Rajasthan in next 48 hours.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'short day' pattern. Relatively big upper shadow indicates at emerging weakness in the market. MACD is in positive territory and moving further higher. Stochastic oscillator though has made bullish crossover with %d line, but has entered into overbought zone. RSI is giving signs of weakening momentum.

TURLMNMUM 0609(NCTLMU6)2006/08/17 - Daily B:1685.00 A:1687.00
O:1693.00 H:1740.00 L:1662.00 C:1687.00 V:46,430 I:31,300 +2
EMA(9) 1628.6 (18) 1612.2



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1608	1573	1642	1681	1719
Sept	1653	1618	1687	1731	1774

TRADE RECOMMENDATION:

Sell Sept contract near 1690 with target towards 1670, second target 1653. Put SI at 1705

Spot Market Prices of Tur**(Rs/qtl)**

Origin/Grade	Center	17.08.06	16.08.06	Change
Burmese Lemon	Mumbai	1621	1551-1561	+60
Burmese Lemon	Delhi	NA	1850	-
Maharashtra tur	Delhi	1950	1925	+25
Karnataka tur	Delhi	2000	2000-2025	-
Red tur	Gulbarga	1880-1890	Closed	-
Fatka Dall	Gulbarga	2800	Closed	-
Red Tur	Latur	1940	1860	+80
White Tur	Latur	1900-1950	1900	-
Red	Jalna	1800-1825	Closed	-
White	Jalna	1850-1875	Closed	-
BDM	Jalna	1900	Closed	-
Marathwada	Akola	1925	1880-1885	+40
Vidarbha	Akola	1900	1860-1865	+35
Local Tur	Vijaywada	1710-1715	1700	+10

Others

Moong

Harvest of moong is gradually picking up in all the areas. Sowing in some areas of Rajasthan is still in progress, while it's harvest is due in some early sown areas likely Kekdi/Kishangarh etc in couple of weeks. Traders are expecting increase in its influx in almost all the producing areas with in a month or so.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	17.08.06	16.08.06
Shekhavati	Delhi	3000	3000
Kishangarh	Delhi	3000	3000
Medta/Bisao	Delhi	3050	3050
Desi	Indore	2800-3200	Closed
Chamki	Jalna	2000-2200	Closed
Chamki	Akola	2600-2900	2600-2850

FIELD PEAS

Field pea markets continued to see firm trend. All other available alternatives of peas are also costly and its import seems to have come to standstill, which unlikely to see remarkable increase in coming months. In global arena, harvest of peas although has started in some early sown areas, but is unlikely to pick up before September.

Spot Market Prices of Pea (Rs/qtl)

Center	17.08.06	16.08.06
Mumbai	1401	1401-1411
Kanpur	1430-1435	Closed

Masoor

There was no oomph in masoor markets, but its prices kept clinging higher in tandem with already high prices of other pulses. Also, slight improvement in its demand was seen from eastern markets.

Spot Market Prices of Masoor (Rs/qtl)

Center	17.08.06	16.08.06
Delhi-MP/kota Line	1925-1950	1975-2000
Delhi- UP/Sikari	2525-2550	2600
Kanpur local mill delivery	1970-1975	Closed
Kanpur new- Braeilly Delivery	2010-2015	Closed
Kanpur- new Malka Dal	2150-2170	Closed
Indore- Masra	1870	Closed
Indore- Masoor New	1860	Closed
Indore- Medium New	1750	Closed
Bahraich-Masoor	2750	2750
Bahraich-Export Chanti	3025	3025
Kolkata (Truck delivery)	3450	3450
Masur Dal	3050	3050

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

Quality	17.08.06
Burmese new Lemon Tur Mumbai Chennai	330
Burmese FAQ new Tur Mumbai/Chennai	NA
Burmese Shwebo Tur Mumbai/Chennai	NA
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	510-520

Port watch

- 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 'Krabinavee'. The vessel is being handled by Samsara agents.
- Delivery of 14,500 MT of pulses is expected at Chennai Port from the vessel 'Yaad E Mohammed'. Imperial agents will be handling the vessel.

Forex - 1 US\$ - INR 46.460

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