

PULSES DAILY

August 04, 2006

URAD

FUNDAMENTALS

Urad markets featured mixed trend. Demand for the same is regular from the retail end. Since, most cargos due arriving from Myanmar were bought at higher prices and volume also is not that high as earlier scheduled, its prices came back to previous high levels in ready markets. Further, fall in INR by Rs 0.16 per USD was also taken as supportive item. However, people are not optimistic about sustainability of this trend in long term. Weather is reported well in all the producing areas. So, cry over short-stocks is transitory.

Futures Market Commentary

Urad August futures opened red, but managed to move out from this territory soon after opening of the session. Futures touched day's high at 2844 within 25 minutes after opening of the session. Futures moved in a zigzag fashion on both side of unchanged level till 13.00 hrs. Futures thereafter got caught in red zone and spent whole day there till end of the day. Urad August contract finished off Rs 15 at Rs 2810 per qtl.

Price Drivers

Bullish

Govt Put import of 191,000 MT pulses on hold

Bearish

Consignments reaching from Burma

Weather

Isolated heavy to very heavy rainfall is likely over Telangana, Konkan & Goa. Vidarbha, Marathwada and Coastal Karnataka.

TECHNICALS

NCDEX -August Contract

White candlestick body has again formed 'short day' pattern. 'Opening Marubozu' with noticeable upper shadow indicates range-bound pattern with limited downside potential. Prices closed above both the 9-days and 18-days EMA. %k line is running above %d line. MACD is running flat into positive territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2796	2782	2810	2834	2858
Sept	2510	2498	2521	2534	2546

TRADE RECOMMENDATION:

Buy August contract near 2810 with target towards 2830 Second target at 2840. Put SL at 2795.

Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	03.08.06	02.08.06	Change
Burma Faq	Mumbai	3000	2975	+25
Burma Faq	Delhi	3200	3215	-15
Desi	Akola	3100-3200	3200-3250	-
Desi	Indore	2600-3000	2700-3100	-
Desi	Vijaywada	3475	3500	-25

CHANA

FUNDAMENTALS

Chana markets were driven on rumors. Fundamentally, there was nothing fresh in markets except some rumors that government might take further actions to curb hoarding in some states. But such rumors faded for no ground. Government, does not seem have such intentions. Honorable Minister of Finance has said this many times that augmentation of supply is the only solution to control rising prices of essential commodities and expect fall in its prices with the onset of kharif harvest. Govt obviously is in no mood to left any stone unturned to ensure sufficient supply of essential food items at reasonable price, but any hasty decision is unlikely to come on this subject as the issue is very sensitive and radar of entire media.

Futures Market Commentary

Chana August futures featured roller-coaster trend. Futures opened red and peaked to 2464 just before noon. But futures retreated soon after and dipped down in to negative zone in next 50 minutes. From then on, futures kept oscillating around the unchanged level in a narrow range till end of the day. August chana contract finished up Rs 2 at Rs 2445 per qtl.

Price Drivers

Bullish

Good demand from the retail end

Bearish

Improved weather in all pulses growing areas

Weather

Isolated heavy to very heavy rainfall is likely over Telangana, Konkan & Goa. Vidarbha, Marathwada and Coastal Karnataka.

TECHNICALS

NCDEX -August Contract

White candlestick body with relatively short upper shadow shows strong upside potential. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is running below %d line and falling further downward. MACD is in positive territory and trading above its signal line.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2431	2416	2445	2462	2478
Sept	2450	2432	2467	2490	2512

TRADE RECOMMENDATION:

Sell August contract near 2450 with target of 2425
Second target 2415. Put SL at 2465

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	03.08.06	02.08.06	Change
Rajasthan Desi	Delhi	2400	2350-2390	+10
MP Desi	Delhi	2350-2360	2350	-
Kantewala	Indore	2355-2360	2325-2330	+25
Desi	Gulbarga	2200	2200	-
Gauran	Latur	2150	2150	-
Annagiri	Latur	2330-2340	2335	-
G-12/Vijay	Latur	2250	2250	-
Gauran	Jalna	2275	2275-2300	-
Pila	Jalna	2325	2325	-
Mixed	Akola	2335-2340	2320-2325	+10
Chapa	Akola	2380-2385	2360-2365	+15
Desi	Kanpur	2430-2440	2425-2440	-

TUR

FUNDAMENTALS

Tur markets also observed weak trend. Two consignments, which have just arrived at Mumbai port, are reported to have brought more than 17,000 MT of tur from Burma. This produce has affected the demand for desi cargos from northern markets. According to traders, import of the same will start from African countries by end of this month, which usually is relished by Gujratis. Harvest in Uttar Pradesh will start in second fortnight of October, where situation of crop is reported well. Harvest of the same in Southern India though will start in December; stock situation there is comfortably good. So, traders see bearish outlook for tur ahead.

Futures Market Commentary

Opening of Lemon Tur August contract was weak. Though futures once for a while sneaked into positive territory early in the session, but could not sustain prices above unchanged levels. Steady fall that set out near 11.20 am took futures down to day's low by 15.55 hrs. August contract finished off Rs 15 at Rs 1525 per qtl.

Price Drivers

Bullish

Festival Demand from Retail end

Bearish

Fresh Consignments from Burma

Weather

Isolated heavy to very heavy rainfall is likely over Telangana, Konkan & Goa. Vidarbha, Marathwada and Coastal Karnataka.

TECHNICALS

NCDEX -August Contract

Dark candlestick body with 'opening marubozu' and relatively big lower shadow shows set buyers' dominion before closing. Prices closed below both the 9-days and 18-days EMA. %K line is running flat deep down in to oversold zone. MACD is also falling downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1520	1514	1525	1536	1546
Sept	1550	1543	1556	1568	1579

TRADE RECOMMENDATION:

Sell August contract near 1530 with target towards 1520, second target 1515. Put SL at 1535.

Spot Market Prices of Tur

(Rs/qtt)

Origin/Grade	Center	03.08.06	02.08.06	Change
Burmese Lemon	Mumbai	1475	1511-1521	-35
Burmese Lemon	Delhi	1650	1700	-50
Maharashtra tur	Delhi	1800	1800	-
Karnataka tur	Delhi	1900	1900	-
Red tur	Gulbarga	1825-1830	1825	-
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	1825	1850-1865	-25
White Tur	Latur	1800-1870	1850-1895	-
Red	Jalna	1650-1700	1600-1700	-
White	Jalna	1700-1750	1650-1775	-
BDM	Jalna	1800	1800	-
Marathwada	Akola	1790	1810	-20
Vidarbha	Akola	1780	1800	-20
Local Tur	Vijaywada	1650	1665	-15

Others

Moong

Sentiments remained weak in moong markets. Demand for the same has declined from the retail end in anticipation of further ease in its prices. Some 5000-ton of moong is scheduled to arrive from Myanmar with in first fortnight of August. Harvest of the same has already started in most areas in Southern India. Harvest in Maharashtra is expected start with in a fortnight or so.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	03.08.06	02.08.06
Shekhavati	Delhi	3000	3000
Kishangarh	Delhi	3050	3050
Medta/Bisao	Delhi	3050	3075
Desi	Indore	2500-2800	2600-2900
Chamki	Jalna	NA	NA
Chamki	Akola	2450-2500	2400-2600

FIELD PEAS

There was nothing fresh in field pea markets. Shipments of peas have come to halt ahead of kharif harvest. Demand for the same is good from all the consumption centers.

Spot Market Prices of Pea (Rs/qrtl)

Center	03.08.06	02.08.06
Mumbai	1301	1301
Kanpur	1325-1330	1330

Masoor

Masoor markets observed steady to weak trend. Demand for the same has slowed ahead of domestic harvest. Retailers opted to wait for further fall in its prices than to go for covering against their immediate demand in haste.

Spot Market Prices of Masoor (Rs/qrtl)

Center	03.08.06	02.08.06
Delhi-MP/kota Line	1850	1825-1850
Delhi- UP/Sikari	2350	2350
Kanpur local mill delivery	1880	1880
Kanpur new-Braeilly Delivery	1950-1960	1940-1950
Kanpur- new Malka Dal	2080-2100	2075-2100
Indore- Masra	1800	1810
Indore- Masoor New	1790	1800
Indore- Medium New	1725	1725
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	2900	2900
Kolkata (Truck delivery)	3350	3350
Masur Dal	3000	3000

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

Quality	03.08.06
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 03.08.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.720
European Union	Euro	59.610
Japan	100 Yen	40.720
United Kingdom	GBP	87.670



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