

PULSES DAILY

August 02, 2006

URAD

FUNDAMENTALS

Urad markets observed range-bound trading. Burmese interestingly still quoting higher for their produce even after news of Indian government putting on hold its decision of pulses import. Crop perspectives further are friendly due to improved weather situation in almost all the producing areas. Acreage this year has increased in almost all the major growing areas. Domestic harvest of urad will likely to start in September in early sown areas. So, outlook as it seems is little bearish ahead.

Futures Market Commentary

August contract opened firm and started moving higher soon after opening of the session. Futures touched day's high within 25 minutes after opening of the session. However, this momentum did not last long. Though futures once fell into negative territory just before closing. Urad contract finished up Rs 9 at Rs 2807 per qtl.

Price Drivers

Bullish

Govt Put import of 191,000 MT pulses on hold

Bearish

Consignments reaching from Burma

Weather

Widespread rainfall with scattered heavy to very heavy falls is likely over Gujarat State and south Rajasthan during next 1-2 days. Rainfall activity may decrease gradually thereafter. Fairly widespread rainfall with isolated heavy falls is also likely over Madhya Maharashtra and Konkan (including Mumbai) during the same period.

TECHNICALS

NCDEX -August Contract

White candlestick body has formed 'short day' pattern. Big upper shadow shows bearishness in the market. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is giving signals of gaining momentum. MACD is very close to make centerline crossover and is in positive territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2786	2766	2807	2831	2856
Sept	2492	2473	2511	2534	2557

TRADE RECOMMENDATION:

Sell August contract near 2805 with target towards 2785. Second target at 2775. Put SL at 2815.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	01.08.06	31.07.06	Change
Burma Faq	Mumbai	3040	3050	-10
Burma Faq	Delhi	3200	3225	-25
Desi	Akola	3200	3200-3250	-
Desi	Indore	2700-3100	2700-3100	-
Desi	Vijaywada	3500	3550-3560	-50

CHANA

FUNDAMENTALS

Chana markets featured bearish trend. Friendly crop reports and increasing availability of other cheaper options like peas etc in some cases sketch bearish market picture ahead. Also, people are worried over likely government action following repeated statements by different ministers preaching govt to have firm actions in order to curb spiraling prices of commodities. Demand of chana in immediate is good for ongoing festival season, which has helped checking big fall in its prices.

Futures Market Commentary

Chana August contract futures featured roller-coaster trend. In the first half, futures kept moving around unchanged levels. Steady downfall took futures down deep into red zone. Futures bottomed out near 16.20 hrs. Chana August futures ended off Rs 25 at Rs 2423 per qtl.

Price Drivers

Bullish

Good demand from the retail end

Bearish

Improved weather in all pulses growing areas

Nervousness for likely govt action

Weather

Widespread rainfall with scattered heavy to very heavy falls is likely over Gujarat State and south Rajasthan during next 1-2 days. Rainfall activity may decrease gradually thereafter. Fairly widespread rainfall with isolated heavy falls is also likely over Madhya Maharashtra and Konkan (including Mumbai) during the same period.

TECHNICALS

NCDEX -August Contract

Dark candlestick body has formed 'short day' pattern. Prices closed above 18-days EMA, but remained below 9-days EMA. %k line is running below %d line, which shows weakening momentum. MACD is in positive territory and tilting downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2407	2392	2423	2445	2468
Sept	2411	2385	2437	2475	2513

TRADE RECOMMENDATION:

Sell August contract near 2420 with target of 2400
Second target 2485. Put SL at 2435

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	01.08.06	31.07.06	Change
Rajasthan Desi	Delhi	2350-2375	2400	-25
MP Desi	Delhi	2350	2380	-30
Kantewala	Indore	2325-2330	2350	-20
Desi	Gulbarga	2200	2200	-
Gauran	Latur	Closed	2100-2150	-
Annagiri	Latur	Closed	2350	-
G-12/Vijay	Latur	Closed	2250	-
Gauran	Jalna	Closed	2250	-
Pila	Jalna	Closed	2300	-
Mixed	Akola	2340-2350	2360-2370	-10
Chapa	Akola	2370-2375	2380-2385	-5
Desi	Kanpur	2425-2440	2440	-

TUR

FUNDAMENTALS

Tur markets also observed weak trend. Reports of due consignments from Myanmar in first fortnight of August kept the markets in low spirit. Demand is weak in domestic markets. Weather is friendly for crop in all the producing belts. Import of tur will start from September from African countries like Malawi, Mozambique etc. Traders earlier were expecting firm opening of this season prices. But since has turned dramatically in the domestic markets, its prices might not open up this year. Otherwise also. Its import has not big impact in domestic dynamics, as annual import from these countries usually does not cross 20,000 ton. African tur is preferred mostly by Gujratis.

Futures Market Commentary

August contract opened slightly up versus previous day's closing, but set out falling downward soon after opening. Futures managed to recover from this bearishness within 35 minutes after opening of the session. Futures peaked in next 5 minutes thereafter. Futures kept hanging higher till 11.15 hrs. Sharp liquidation thereafter took futures down into negative territory by 13.30 hrs. Futures got caught in this zone till end of the session. August Contract futures finished off Rs 5 at Rs 1544 per qtl.

Price Drivers

Bullish

Concerning situation in AP

Bearish

Due import of Tur by govt

Weather

Widespread rainfall with scattered heavy to very heavy falls is likely over Gujarat State and south Rajasthan during next 1-2 days. Rainfall activity may decrease gradually thereafter. Fairly widespread rainfall with isolated heavy falls is also likely over Madhya Maharashtra and Konkan (including Mumbai) during the same period.

TECHNICALS

NCDEX -August Contract

Dark candlestick body also has formed 'short day' pattern. Big upper shadow shows weakness in the market. Prices closed below both the slow and fast EMA. %k line is running below %d line and is in oversold zone. MACD is in negative territory and falling further downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	1538	1531	1544	1555	1565
Sept	1569	1562	1576	1587	1598

TRADE RECOMMENDATION:

Sell August contract near 1550 with target towards 1539, second target 1532. Put SL at 1555.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	01.08.06	31.07.06	Change
Burmese Lemon	Mumbai	1551-1555	1550	-
Burmese Lemon	Delhi	1750	1750	-
Maharashtra tur	Delhi	1850	1850	-
Karnataka tur	Delhi	1950	1950	-
Red tur	Gulbarga	1825	1825-1830	-
Fatka Dall	Gulbarga	2650	2650	-
Red Tur	Latur	Closed	1850-1870	-
White Tur	Latur	Closed	1850-1870	-
Red	Jalna	Closed	1700-1725	-
White	Jalna	Closed	1750-1800	-
BDM	Jalna	Closed	1900	-
Marathwada	Akola	1825	1835-1840	-10
Vidarbha	Akola	1800	1800	-
Local Tur	Vijaywada	1665	1650	+15

Others

Moong

Moong markets continued to see weak trend. Demand for the same remained weak in domestic markets. Also, some 5000-ton of moong bought by NAFED will be reaching at Indian ports this month only. There were reports of deluged situation in some areas of Maharashtra.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	01.08.06	31.07.06
Shekhavati	Delhi	3050	3075
Kishangarh	Delhi	3100	3125
Medta/Bisao	Delhi	3100	3150
Desi	Indore	2600-2900	2600-2900
Chamki	Jalna	NA	NA
Chamki	Akola	2400-2600	2400-2650

FIELD PEAS

Slight ease in field peas markets were seen following reports of improving weather and decline in chana prices. Traders rule out big ease in its prices. Field pea is the cheapest option compared to other available alternatives and its supply is comfortably good.

Spot Market Prices of Pea (Rs/qrtl)

Center	01.08.06	31.07.06
Mumbai	1285	1301
Kanpur	1330	1325-1330

Masoor

Masoor markets featured lackluster trading. Demand was reported weak from all the consumption centers. Retailers remained quiet bearing in mind overall bearish perspective for pulses ahead.

Spot Market Prices of Masoor (Rs/qrtl)

Center	01.08.06	31.07.06
Delhi-MP/kota Line	1900	1900
Delhi- UP/Sikari	2400	2400
Kanpur local mill delivery	1900-1910	1910-1915
Kanpur new-Braeilly Delivery	1960-1970	1980-1990
Kanpur- new Malka Dal	2100-2120	2100
Indore- Masra	1825	1810
Indore- Masoor New	1810	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	01.08.06
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

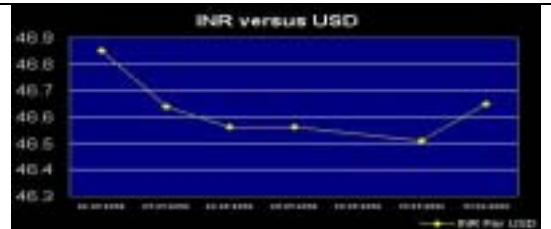
Port watch

- 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 'Krabinavee'. The vessel is being handled by Samsara agents.
- Delivery of 21,550 MT of peas is continuing at Tuticorin Port from the vessel 'Global Young'. Vilson agents is handling the vessel.

Forex

Forex rate as on 01.08.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.650
European Union	Euro	59.390
Japan	100 Yen	40.690
United Kingdom	GBP	87.000



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