

PULSES DAILY

August 29, 2006

URAD

FUNDAMENTALS

Sentiments remained weak in urad markets following reports of few more consignments of urad reaching at Mumbai port. These consignments were originally bought by Nafed from Myanmar. Quantity of urad in these vessels total 19,522 ton. As informed in PIB report, Nafed has been selling imported cargos at nominal prices ranging Rs 3050-3325. Nafed selling has helped checking surge in its prices ahead of festivals in southern markets. Since, weather in other major producing areas has also been friendly, millers/buyers will not be keen in purchasing more than their immediate requirement.

Futures Market Commentary

Urad September futures opened substantially low versus previous day closing and started falling southward soon after opening of the session. Futures fell to 2960 by 10.40 hrs. Mild gains thereafter took the futures up again psychological level of 3000 by noon, but steady fall after noon took futures down to the day's low by closing. September urad futures finished off Rs 123 at Rs 2955 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Onset of harvest in early sown areas

Weather

Isolated rains are expected in Telangana. Crop is nearing its harvest. Long spell of rains will not be welcoming. Since, rains are in sporadic areas, so will unlikely to impact the crop.

TECHNICALS

NCDEX -September Contract

Dark Candlestick body has formed 'marubozu' pattern in succession to substantial dark candlestick body, which confirms downside reversal. Prices closed below 9-days EMA, but remained above 18-days EMA. %k line is running below %d line, but both are in overbought zone. MACD is in positive territory and tilting southwardly.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2923	2891	2955	3019	3083
Oct	2586	2565	2607	2649	2691

TRADE RECOMMENDATION:

Sell Sept contract near 2960 with target towards 2940
Second target at 2925. Put SL at 2975.

Spot Market Prices of Urad

(Rs/qty)

Origin/Grade	Center	28.08.06	26.08.06	Change
Burma Faq	Mumbai	3300	3500	-200
Burma Faq	Delhi	3250	3650-3700	-400
Desi	Akola	3400-3500	3500	-
Desi	Indore	Closed	2800-3200	-
Desi	Vijaywada	3900	3925-3975	-25

CHANA

FUNDAMENTALS

Sentiments also remained weak in chana markets. Though no further words come out from officials, apprehensions over stocks limit kept the market in low spirit. Further, favorable weather situation in western states also weighed on values. Demand has started waning from the millers ahead of domestic harvest of kharif pulses. Though import of the same is unlikely before September and prices are high in international markets, locals (buyers) seem in no mood to take chance on mere speculative factors.

Futures Market Commentary

Opening of chana September futures also was weak. Futures opened into red zone and kept swinging in negative territory all through the day. Futures couple of times breached psychological mark of 2750, but could not stay above this level for longer period. Futures fell to the day's low at 2717 by 15.50 hrs and culminated the day slightly above this level. September chana futures finished the day off Rs 37 at Rs 2720 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

Dark candlestick body has formed 'short day' pattern. Small shadows on either side shows strong conviction in the market. Prices closed below 9-days EMA, but remained above 18-days EMA. %k line recently has made bearish crossover with %d line and falling further downward. RSI is giving clear signals of weakening momentum. MACD is in positive territory, but is tilting downward.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2706	2693	2720	2744	2769
Oct	2723	2709	2737	2763	2789

TRADE RECOMMENDATION:

Sell Sept contract near 2725 with target of 2706. Second target 2695. Put SL at 2740

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	28.08.06	26.08.06	Change
Rajasthan Desi	Delhi	2670-2675	2675	-
MP Desi	Delhi	2650	2650	-
Kantewala	Indore	Closed	2635-2640	-
Desi	Gulbarga	Closed	2700	-
Gauran	Latur	Closed	2650	-
Annagiri	Latur	Closed	2750	-
G-12/Vijay	Latur	Closed	2700	-
Gauran	Jalna	2600	NA	-
Pila	Jalna	2650	NA	-
Mixed	Akola	2625	2700	-75
Chapa	Akola	2660-2665	2725	-60
Desi	Kanpur	2725-2730	2750	+20

TUR

FUNDAMENTALS

Tur markets also observed lackluster trading. Import of the same has been scaled down due to quality concern; improved weather situation coupled with sluggish demand resulted in bearish trend in the market. Import of tur has slowed from Burma, as quality is not reported well. Further, avenues of its disposal have been narrowed due to non-availability of futures contract on imported tur after September.

Futures Market Commentary

Lemon tur September futures opened slightly weak and set out falling downward soon after opening of the session. Futures bottomed out within first hour, but there was strong support at 1675. Slight improvement was seen in mid hours, but futures could not even see its opening prices again through the day. September tur contract eventually finished the day off Rs 42 at Rs 1677 per qtl.

Price Drivers

Bullish

High prices of other available pulses

Bearish

Due harvest of other kharif pulses

Weather

Isolated rains in Telangana will be helpful for the crop. Crop is in vegetative growth stage. Overall weather is conducive for crop growth.

TECHNICALS

NCDEX -September Contract

Formation of 'opening marubozu' and very small lower shadow depicts strongly bearish pattern. Prices closed below both the 9-days and 18-days EMA. %k line is running below %d line giving signals of weakening momentum. MACD is tilting downward into positive territory.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	1663	1649	1677	1703	1729

TRADE RECOMMENDATION:

Sell Sept contract near 1680 with target towards 1665, second target 1650. Put SL at 1690.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	28.08.06	26.08.06	Change
Burmese Lemon	Mumbai	1675	1711	-35
Burmese Lemon	Delhi	1750	1800	-50
Maharashtra tur	Delhi	1850	1950	-100
Karnataka tur	Delhi	1950	2000-2025	-50
Red tur	Gulbarga	Closed	2020-2025	-
Fatka Dall	Gulbarga	Closed	3025-3030	-
Red Tur	Latur	Closed	2050-2060	-
White Tur	Latur	Closed	2075	-
Red	Jalna	1850	NA	-
White	Jalna	1900	NA	-
BDM	Jalna	1950	NA	-
Marathwada	Akola	1950	1975	-25
Vidarbha	Akola	1940	1975	-35
Local Tur	Vijaywada	1725	1725-1730	-

Others

Moong

Moong markets also witnessed weak trend. Demand for Karnataka moong has declined in northern states due to disparity. Also, it's informed in PIB report that some 4379 MT moong has arrived at Chennai port from Burma, which was originally bought by Nafed.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	28.08.06	26.08.06
Shekhavati	Delhi	2950	2950
Kishangarh	Delhi	3000	3025
Medta/Bisao	Delhi	3050	3100
Desi	Indore	Closed	2800-3100
Chamki	Jalna	2900	NA
Chamki	Latur	Closed	3050
Chamki	Akola	2800	3000-3100

FIELD PEAS

Ease in other pulses mainly in chana also had bearish impact in field pea markets. Harvest of the same has started in major exporting nation like Canada, which is expected to pick up within a fortnight.

Spot Market Prices of Pea (Rs/qty)

Center	28.08.06	26.08.06
Mumbai (Canadian)	1551-1575	1575-1600
Kanpur	1470-1475	1510-1515

Masoor

Masoor markets also observed weak trend. Weather is good for kharif crop. Masoor although is sown in rabi season, improved perspective of other kharif pulses had mildly bearish impact on its prices. It's demand also has been affected due to increased availability of peas at Kolkata port.

Spot Market Prices of Masoor (Rs/qty)

Center	28.08.06	26.08.06
Delhi-MP/kota Line	1925	1975
Delhi- UP/Sikari	2500-2525	2550
Kanpur local mill delivery	1975-1980	2000
Kanpur new-Braeilly Delivery	2020	2060-2070
Kanpur- new Malka Dal	2175-2200	2200
Indore- Masra	Closed	1890
Indore- Masoor New	Closed	1880
Indore- Medium New	Closed	1800
Bahraich-Masoor	2750	2775
Bahraich-Export Chanti	3200	3200
Kolkata (Truck delivery)	3475-3500	3500
Masur Dal	3150	3150

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

Quality	28.08.06
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 28.08.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.560
European Union	Euro	59.550
Japan	100 Yen	39.730
United Kingdom	GBP	88.060



Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.

