

PULSES DAILY

August 19, 2006

URAD

FUNDAMENTALS

Weather situation still needs check in some parts of Maharashtra and Gujarat, as rains are still continuing in these states. Crop is in crucial stage of flowering and pod setting in most of these areas. So, excessive rains at this point of time obviously will not be welcoming. This probably is the reason for higher prices of fresh produce in areas like Karnataka and South Maharashtra, where its harvest has already been started. Prices are up in international markets. Further, Nafed is selling imported urad with modest margins and this is not in line with earlier expectations. Traders were expecting that Nafed would offer imported urad at reasonably discounted prices.

Futures Market Commentary

Opening of urad September contract was slightly firm versus yesterday's closing, but started falling downward soon after beginning of the session. Futures fell into red zone with in 5 minutes after starting of the session. Futures thereafter kept rolling into negative territory all through the remaining session. Couple of modest bullish attempt during the day could not help recovering futures from this bearish zone. September Urad futures finally finished the day off Rs 55 at Rs 2887 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Onset of harvest in early sown areas

Weather

Heavy rainfalls are expected over southwest Madhya Pradesh, southeast Rajasthan, Gujarat and north Madhya Maharashtra during next 24 hours.

TECHNICALS

NCDEX -August Contract

Formation of 'opening marubozu' by a dark candlestick body shows strong bearish dispositions in the market, while big lower shadow shows underlying strength in the market. Prices closed above both the 9-days and 18-days EMA. MACD is in positive territory and has made bullish crossover with its signal line. %K line is running above %d line, but has entered into overbought zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2835	2783	2887	2945	3003
Oct	2542	2511	2573	2597	2621

TRADE RECOMMENDATION:

Buy Sept contract near 2885 with target towards 2910
Second target at 2920. Put SL at 2870.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	18.08.06	17.08.06	Change
Burma Faq	Mumbai	3350-3400	3350-3400	-
Burma Faq	Delhi	3725	3650	+75
Desi	Akola	3300-3400	3400	-
Desi	Indore	3000-3300	2800-3200	-
Desi	Vijaywada	3725-3750	3700	+25

CHANA

FUNDAMENTALS

Chana markets continued to feature steady trend. Both demand and supply stands equally good. Demand for chana is good due to ongoing festival season and increased off-take of besan in rainy season. Stockists are finding these prices lucrative ahead of domestic kharif harvest. Prices also are running substantially above parity level for its import. Higher prices of chana might attract good import deals for shipment in last quarter this year. Australia, which grows desi chickpea mostly for export to Asian continent, will start harvesting in second fortnight of September.

Futures Market Commentary

September Chana contract opened firm, but could not hold levels in to green zone for longer period. Futures fell into negative territory with in 5 minutes after opening of the session. Futures thereafter got caught into red zone till closing of the session. Futures bottomed out near 15.10 hrs. Modest gains were posted in the final hours, but futures eventually finished the day in negative territory only. September Chana Futures finished the day off Rs 27 at Rs 2655 per qtl.

Price Drivers

Bullish

Firm prices in international markets

Bearish

Due harvest of other kharif pulses

Weather

Heavy rainfalls are expected over southwest Madhya Pradesh, southeast Rajasthan, Gujarat and north Madhya Maharashtra during next 24 hours.

TECHNICALS

NCDEX -August Contract

Pattern is very much like 'Bearish three inside down' confirming reversal in trend, but visible lower shadow shows underlying strength in the market. Prices closed above both the 9-days and 18-days EMA. MACD is in positive territory, but is falling southward. Stochastic Oscillator is running below %d line, but still is up high in overbought zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Aug	2632	2610	2655	2683	2712
Sept	2658	2636	2681	2703	2726

TRADE RECOMMENDATION:

Buy Sept contract near 2650 with target of 2675
Second target 2685. Put SL at 2635

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	18.08.06	17.08.06	Change
Rajasthan Desi	Delhi	2610-2625	2600	+10
MP Desi	Delhi	2550	2550	-
Kantewala	Indore	2525-2530	2530-2535	-
Desi	Gulbarga	2450	2500	-50
Gauran	Latur	2300-2350	2300	-
Annagiri	Latur	2500-2550	2600	-50
G-12/Vijay	Latur	2500	2450-2500	-
Gauran	Jalna	2450	2450	-
Pila	Jalna	2500	2500	-
Mixed	Akola	2550	2550-2575	-
Chapa	Akola	2575	2580-2600	-5
Desi	Kanpur	2650	2650	-

TUR

FUNDAMENTALS

Sentiments turned easy in tur markets, as buying dried up in physical markets at higher prices. Carry-forward stock of tur is good, while demand is sluggish in domestic markets. Harvest of moong has started in almost all the major producing areas of Karnataka and in some parts of Maharashtra, which has affected the off-take in tur. Traders, however, are eyeing weather situation in northwestern states, where it does not look friendly in all the areas,

Futures Market Commentary

Lemon tur September contract was highly volatile in the opening today. Futures opened firm, but could not retail initial upside momentum and fall in to negative zone within 10 minutes after opening of the session. Steady downtrend thereafter took futures down to its bottom today at 1652 before noon. Spins thereafter got confined into negative territory. Lemon tur September futures finally ended the day off Rs 23 at Rs 1666 per qtl.

Price Drivers

Bullish

Concerning weather in Maharashtra

Bearish

Due harvest of other kharif pulses

Weather

Heavy rainfalls are expected over southwest Madhya Pradesh, southeast Rajasthan, Gujarat and north Madhya Maharashtra during next 24 hours.

TECHNICALS

NCDEX -August Contract

Big dark candlestick body after a long 'legged doji' confirms reversing pattern. Both the 9-days and 18-days EMA, however, remained below price-lines. MACD is moving upward into positive territory. %k line is running above %d line, but both are close to overbought zone. RSI is giving clear signals of weakening momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	1646	1625	1666	1693	1719

TRADE RECOMMENDATION:

Buy Sept contract near 1665 with target towards 1680, second target 1692. Put SL at 1655.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	18.08.06	17.08.06	Change
Burmese Lemon	Mumbai	1631	1651	-20
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	2000	2000	-
Red tur	Gulbarga	1925	1880-1890	+35
Fatka Dall	Gulbarga	2850	2800	-50
Red Tur	Latur	1925-1940	1940	-
White Tur	Latur	1900-1930	1900-1950	-
Red	Jalna	1775-1800	1800-1825	-
White	Jalna	1850-1900	1850-1875	-
BDM	Jalna	1900	1900	-
Marathwada	Akola	1885	1925	-40
Vidarbha	Akola	1860	1900	-40
Local Tur	Vijaywada	1690	1710-1715	-20

Others

Moong

Moong markets featured steady to firm trend. Its prices improved in some areas following less weather in some of the northwestern states, where heavy rains are expected in next 24 hours. Weather is congenial for field work in Karnataka and South Maharashtra, where it's harvest is in progress.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	18.08.06	17.08.06
Shekhavati	Delhi	3000	3000
Kishangarh	Delhi	3000	3000
Medta/Bisao	Delhi	3050	3050
Desi	Indore	3000-3300	2800-3200
Chamki	Jalna	NA	2000-2200
Chamki	Akola	2700-2800	2600-2900

FIELD PEAS

Field pea prices increased substantially following improved demand from all the consumption centers, while its import has come to halt. Traders are not expecting big consignments ahead of domestic harvest.

Spot Market Prices of Pea (Rs/qrtl)

Center	18.08.06	17.08.06
Mumbai	1451-1475	1401
Kanpur	1440	1430-1435

Masoor

Masoor prices also were quoted higher, as demand remained good from eastern consumption centers. Cost of other available alternatives also is higher, which further has boosted the sentiments in the market.

Spot Market Prices of Masoor (Rs/qrtl)

Center	18.08.06	17.08.06
Delhi-MP/kota Line	1975-2000	1925-1950
Delhi- UP/Sikari	2550-2575	2525-2550
Kanpur local mill delivery	1990	1970-1975
Kanpur new-Braeilly Delivery	2040	2010-2015
Kanpur- new Malka Dal	2200	2150-2170
Indore- Masra	1880	1870
Indore- Masoor New	1870	1860
Indore- Medium New	1800	1750
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	18.08.06
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 `Krabinaevee'. 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 46.480

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