

## PULSES DAILY

August 21, 2006

### URAD

#### FUNDAMENTALS

Urad markets observed firm trend. Weather is still not friendly in some areas of Gujarat and Madhya Pradesh, where crop is in flowering and pod setting stage. Excessive rains in these areas for longer period will not be welcoming. However, it's too early to trade this factor. Harvest of the same has started in Southern India including some parts of Maharashtra. Also, some big consignments are due at Chennai port from Myanmar shortly. Most fundamentals although still stand bullish, getting long single-mindedly still seem risky proposition.

#### Futures Market Commentary

Urad September contract opened firm gapping significantly versus previous closing. Futures moved up swiftly soon after opening, but momentum bit slowed after first 15 minutes of trading. Futures slithered in a narrow range of Rs 2912-2940 till last hour. Substantial gains were posted again in the final hour, which took futures to the day's high by end of the day. Urad September futures finished the day up Rs 116 at Rs 3005 per qtl.

#### Price Drivers

##### Bullish

High prices in international markets

##### Bearish

Onset of harvest in early sown areas

#### Weather

Widespread rainfalls are likely over East Rajasthan, West Madhya Pradesh and north Gujarat Region during next 24 hours.

#### TECHNICALS

##### NCDEX -September Contract

Formation of 'bullish marubozu' after two successive dark candlestick bodies confirms clear breaking of downtrend. Prices closed above both the 9-days and 18-days EMA. MACD is in positive territory, but is still running below its signal line. %k line is running below %d line and is in neutral zone.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2934	2862	3005	3041	3076
Oct	2619	2532	2705	2758	2810

#### TRADE RECOMMENDATION:

Buy Sept contract near 3000 with target towards 3015  
Second target at 3025. Put SL at 2990.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	19.08.06	18.08.06	Change
Burma Faq	Mumbai	3350	3350-3400	-
Burma Faq	Delhi	3700	3725	-25
Desi	Akola	3400	3300-3400	-
Desi	Indore	3000-3300	3000-3300	-
Desi	Vijaywada	3975-4025	3750-3800	+175

## CHANA

### FUNDAMENTALS

Chana markets also observed firm trend. However, demand is drying up at higher prices from the retail end. Buyers are just covering for their immediate demand. People are in no mood to pile up stocks of costly chana ahead of domestic kharif harvest of other pulses. According to traders, ease in prices is likely with the gaining of kharif harvest, which already has started in south Peninsula. Harvest of other kharif pulses will pick up in all the producing states by early September.

### Futures Market Commentary

September Chana contract opened firm in positive territory and started moving higher speedily soon after opening of the session. This upside momentum slowed after initial 15 minutes of trading. Small-scale profit booking was seen at levels above 2700. Futures retreated after falling to 2683 level near 11.30 hrs and did not see this level again in the remaining session. Chana September contract finally finished the day up Rs 53 at Rs 2709 per qtl.

### Price Drivers

#### Bullish

Firm prices in international markets

#### Bearish

Due harvest of other kharif pulses

### Weather

Widespread rainfalls are likely over East Rajasthan, West Madhya Pradesh and north Gujarat Region during next 24 hours.

### TECHNICALS

#### NCDEX -September Contract

White candlestick body has formed 'opening marubozu' with very small upper shadow, which depicts reversing trend. Prices closed above both the 9-days and 18-days EMA. MACD is tilting downward. Stochastic has made bearish crossover with %d line, but still is in overbought zone.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2676	2642	2709	2729	2748
Oct	2699	2664	2733	2754	2774

#### TRADE RECOMMENDATION:

Buy Sept contract near 2700 with target of 2725  
Second target 2735. Put SL at 2685

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	19.08.06	18.08.06	Change
Rajasthan Desi	Delhi	2575-2610	2610-2625	-
MP Desi	Delhi	2550-2575	2550	-
Kantewala	Indore	2550	2525-2530	+20
Desi	Gulbarga	2450-2500	2450	-
Gauran	Latur	2500	2300-2350	+150
Annagiri	Latur	2650	2500-2550	+100
G-12/Vijay	Latur	2650	2500	+150
Gauran	Jalna	2550	2450	+100
Pila	Jalna	2600-2625	2500	+100
Mixed	Akola	2625	2550	+75
Chapa	Akola	2650	2575	+75
Desi	Kanpur	2665-2670	2650	+15

## TUR

### FUNDAMENTALS

Tur prices also hovered high on continuing weather concern in Gujarat and Maharashtra. Demand for tur was reported well from dall millers in Gujarat. Since, tur crop is sown till late and acreage under the same is also reported to have increased in almost all the producing states, big fall in production on year basis is unlikely. Losses in Gujarat regions like Khera, Panchmall etc are likely to be offset by increased production in other states. So, traders feel that trading tur on weather factor now would be premature.

### Futures Market Commentary

September tur futures opened firm and set out moving higher soon after opening of the session. Futures though touched once with 1703 with in first 10 minutes, could hold levels above 1700 in the initial hours. Futures could cross this psychological mark in fair terms in last hour only and peaked to 1718 just before closing. Lemon tur September contract finished the day up Rs 43 at Rs 1715 per qtl.

### Price Drivers

#### Bullish

Concerning weather in Gujarat

#### Bearish

Due harvest of other kharif pulses

### Weather

Widespread rainfalls are likely over East Rajasthan, West Madhya Pradesh and north Gujarat Region during next 24 hours.

### TECHNICALS

#### NCDEX -September Contract

Formation of 'white opening marubozu' indicates reversal in trend. Prices closed substantially up from both the 9-days and 18-days EMA. MACD is in positive territory and moving further higher. %k line is moving below %d line. RSI also is not giving clear signal.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	1689	1662	1715	1730	1744

#### TRADE RECOMMENDATION:

Buy Sept contract near 1710 with target towards 1725, second target 1735. Put SL at 1700.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	19.08.06	18.08.06	Change
Burmese Lemon	Mumbai	1600	1631	-30
Burmese Lemon	Delhi	NA	NA	-
Maharashtra tur	Delhi	1975	1950	+25
Karnataka tur	Delhi	2040-2045	2000	+40
Red tur	Gulbarga	1925	1925	-
Fatka Dall	Gulbarga	2900	2850	+50
Red Tur	Latur	1950	1925-1940	+10
White Tur	Latur	1950	1900-1930	+20
Red	Jalna	1875	1775-1800	+75
White	Jalna	1900	1850-1900	-
BDM	Jalna	1950	1900	+50
Marathwada	Akola	1925-1930	1885	+40
Vidarbha	Akola	1911	1860	+50
Local Tur	Vijaywada	1725	1690	+35

## Others

### Moong

Though clamors are high for damage to moong crop, but situation in fact is not that concerning as has been hyped. Harvest of the same is in progress in Southern States including some parts of Maharashtra. Harvest in some areas of Rajasthan namely Kekdi, Kishangarh etc is expected in couple of weeks.

#### Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	19.08.06	18.08.06
Shekhavati	Delhi	3000	3000
Kishangarh	Delhi	3000	3000
Medta/Bisao	Delhi	3050	3050
Desi	Indore	2900-3200	3000-3300
Chamki	Jalna	NA	NA
Chamki	Akola	2600-2800	2700-2800

### FIELD PEAS

Pea prices also hovered high on good demand. Firm sentiments in chana markets and other pulses helped underpinning its values. Good prices of peas in domestic markers might attract good import late this year.

#### Spot Market Prices of Pea (Rs/qrtl)

Center	19.08.06	18.08.06
Mumbai	1451-1475	1451-1475
Kanpur	1440-1450	1440

### Masoor

Masoor markets observed steady trend. Prices are good in domestic markets. Also, some containers of the same have arrived from Canada, but traders rule out possibility of big import. Domestic stock situation is comfortable after timely ban on its export by the govt.

#### Spot Market Prices of Masoor (Rs/qrtl)

Center	19.08.06	18.08.06
Delhi-MP/kota Line	1975-2000	1975-2000
Delhi- UP/Sikari	2550-2575	2550-2575
Kanpur local mill delivery	1980-1985	1990
Kanpur new- Braeilly Delivery	2040	2040
Kanpur- new Malka Dal	2200	2200
Indore- Masra	1880	1880
Indore- Masoor New	1870	1870
Indore- Medium New	1800	1800
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	19.08.06
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 46.480

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