

PULSES DAILY

August 24, 2006

URAD

FUNDAMENTALS

Sentiments started firming up in urad markets again as selling dried up after recent ease in its prices. Harvest although has started in some early sown areas, but has yet to gain momentum. Import of the same from Burma although had been in full swing from the beginning of the year, but its import had helped little in curbing domestic prices. According to United State Department of Agriculture (USDA), import of urad in India from Burma till July has totalled at 239,313 MT. Since imported urad originally was bought at higher prices, importers could not afford to sell the same at discounted rates. Traders are expecting ease in its prices by early September with the picking up of harvest in all the major producing belts.

Futures Market Commentary

September urad contract opened weak and proceeded in a crisscross fashion. Though opening was very weak, futures showed smart retreats, but kept moving both side of unchanged level till 14.15 hrs. Subsequently, futures made fair entry into green zone and spent remaining session in positive territory only. September contract finished the day up Rs 30 at Rs 3073 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Onset of harvest in early sown areas

Weather

Fairly widespread rainfall with isolated heavy falls are likely over southwest Rajasthan and East Madhya Pradesh during next 24 hours.

TECHNICALS

NCDEX -September Contract

'Bullish engulfing' by white candlestick body shows bulls getting back into dominion. Prices closed above both the 9-days and 18-days EMA. MACD is running flat up high into positive territory, but trading below its signal line. Momentum oscillators are not giving clear signals.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	3019	2966	3073	3102	3132
Oct	2717	2693	2740	2757	2773

TRADE RECOMMENDATION:

Buy Sept contract near 3065 with target towards 3085
Second target at 3095. Put SL at 3050.

Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	23.08.06	22.08.06	Change
Burma Faq	Mumbai	3475-3500	3500-3550	-
Burma Faq	Delhi	3750-3800	3850	-50
Desi	Akola	Closed	3600-3800	-
Desi	Indore	3000-3400	3000-3400	-
Desi	Vijaywada	4050	4050-4075	-

CHANA

FUNDAMENTALS

Sentiments are mixed in Chana markets. Apprehensions were high over likely impact of news of Essential Commodities (Amendment) bills, 2006 being passed in Rajya Sabha on Monday. Later, it's revealed by unofficial sources that amendment in the bill sought removal of few commodities from the list of essential commodities and should unlikely to have any impact on pulses. Such reports helped recovering markets from the earlier bearishness. Trading however is thinning down at higher prices in physical markets.

Futures Market Commentary

Opening of September Chana futures was weak and dipped to day's low with in 5 minutes after opening of the session. However, psychological mark of 2700 level remained intact, as futures bottomed out at 2703. Smart recoveries thereafter took futures into green zone in next 20 minutes. Movements although were very sluggish in the first half, steady gains in the second half helped reaching futures to the day's high by closing. September chana futures finished up Rs 75 at Rs 2810 per qtl.

Price Drivers

Bullish

Allowing export of 30,000 MT Chickpeas

Bearish

Due harvest of other kharif pulses

Weather

Fairly widespread rainfall with isolated heavy falls are likely over southwest Rajasthan and East Madhya Pradesh during next 24 hours.

TECHNICALS

NCDEX -September Contract

Formation of 'bullish engulfing' pattern shows strength in existing bullish pattern. Both the 9-days and 18-days EMA remained below price line. MACD is in positive territory and moving upward. Stochastic oscillator is still in restricted zone. RSI is giving signals of strengthening momentum.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2739	2667	2810	2846	2881
Oct	2770	2702	2837	2872	2906

TRADE RECOMMENDATION:

Buy Sept contract near 2805 with target of 2825
Second target 2835. Put SL at 2790

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	23.08.06	22.08.06	Change
Rajasthan Desi	Delhi	2760	2700	+60
MP Desi	Delhi	2740	2675	+65
Kantewala	Indore	2620-2625	2640-2650	-15
Desi	Gulbarga	Closed	2500	-
Gauran	Latur	Closed	2600	-
Annagiri	Latur	Closed	2800	-
G-12/Vijay	Latur	Closed	2700	-
Gauran	Jalna	Closed	2525-2550	-
Pila	Jalna	Closed	2650	-
Mixed	Akola	Closed	2625-2630	-
Chapa	Akola	Closed	2675	-
Desi	Kanpur	2720-2725	2760	-35

TUR

FUNDAMENTALS

Tur markets observed steady to firm trend. Gains in other pulses helped keeping its prices down, fundamentals otherwise are not very supportive. According to traders, stock of last year crop also is good, while sowing this year also has been done in more areas. Only friendly factor for locals is declining interest of millers/consumers in imported tur due to inferior quality. According to USDA, import of tur from Burma alone this year till July has totaled at 92,439 MT, while 95,087 MT was imported by Burma last year till June.

Futures Market Commentary

Lemon tur September futures opened weak and remained down in dumps for most of the day. Opening gapped significantly versus previous day's closing and early bullish attempts soon after could not futures recovering from this depression. After trading whole day in dejection, futures posted smart gains in last 30 minutes and ended the day in green zone. Lemon tur September contract settled up Rs 17 at Rs 1745 per qtl.

Price Drivers

Bullish

Good demand from Gujarat

Bearish

Due harvest of other kharif pulses

Weather

Fairly widespread rainfall with isolated heavy falls are likely over southwest Rajasthan and East Madhya Pradesh during next 24 hours.

TECHNICALS

NCDEX -September Contract

Shaven head of white candlestick body is indicating reversal in trend. Prices closed above both the 9-days and 18-days EMA. MACD kept moving higher in positive territory, but is still trading below its signal line. Stochastic oscillator is trading above % d line, but is running flat in neutral zone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	1716	1687	1745	1760	1775

TRADE RECOMMENDATION:

Buy Sept contract near 1745 with target towards 1760, second target 1775. Put SL at 1735.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	23.08.06	22.08.06	Change
Burmese Lemon	Mumbai	1650	1701	-50
Burmese Lemon	Delhi	1850	1800	+50
Maharashtra tur	Delhi	2000	1950	+50
Karnataka tur	Delhi	2100	2050	+50
Red tur	Gulbarga	Closed	2025	-
Fatka Dall	Gulbarga	Closed	3000	-
Red Tur	Latur	Closed	2040	-
White Tur	Latur	Closed	2050	-
Red	Jalna	Closed	1850	-
White	Jalna	Closed	1800-1850	-
BDM	Jalna	Closed	2000	-
Marathwada	Akola	Closed	1960	-
Vidarbha	Akola	Closed	1960	-
Local Tur	Vijaywada	1760-1775	1765	-

Others

Moong

Moong markets remained easy in northern markets due to subdued demand and reports of good weather in Rajasthan. Sowing of moong has increased in almost all the areas of Rajasthan except Shekhavati belts, where farmers were reported had high inclination towards lobia crop.

Spot Market Prices of Moong (Rs/qrt)

Origin/Grade	Center	23.08.06	22.08.06
Shekhavati	Delhi	3000	3000
Kishangarh	Delhi	3050	3050
Medta/Bisao	Delhi	3150	3150
Desi	Indore	3400	3000-3400
Chamki	Jalna	Closed	3100
Chamki	Akola	Closed	3000

FIELD PEAS

Sentiments turned easy following reports of some big consignments reaching at Kolkata port. However, stock of the same is reported low in Mumbai, while demand for the same is good from all the consumption centers. Increasing prices of chana also supported the rising trend. Offerings however sources reported from the overseas are still reasonable.

Spot Market Prices of Pea (Rs/qrt)

Center	23.08.06	22.08.06
Mumbai	1475-1501	1525-1551
Kanpur	1490	1490-1500

Masoor

Sentiments were slightly easy in masoor markets. Demand for the same was reported regular. Millers, however, are apprehensive about perspective outstation demand after voluminous import of peas at eastern coast (Kolkata).

Spot Market Prices of Masoor (Rs/qrt)

Center	23.08.06	22.08.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2575	2575
Kanpur local mill delivery	2025-2030	2030
Kanpur new- Braeilly Delivery	2070-2080	2100
Kanpur- new Malka Dal	2200-2225	2250
Indore- Masra	1900	1920-1930
Indore- Masoor New	1890	1910
Indore- Medium New	1800	1800
Bahraich-Masoor	2800	2750
Bahraich-Export Chanti	3250	3120-3125
Kolkata (Truck delivery)	3500	3425
Masur Dal	3200	3050

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

Quality	23.08.06
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	540-550

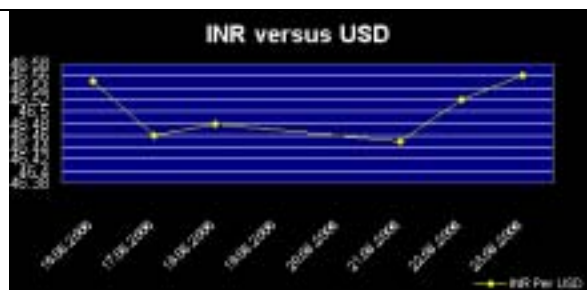
Port watch

- '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 Strelakovsky'. '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 23.08.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.560
European Union	Euro	59.560
Japan	100 Yen	40.010
United Kingdom	GBP	87.900



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.

