

PULSES DAILY

September 28, 2006

URAD

FUNDAMENTALS

Increased supply from Northern and central India caused weakness in urad markets. Harvest of urad is progressing well in Uttar Pradesh and MP. Weather situation also is improving in Maharashtra. Intermittent rains have slowed the harvest pace in this state in recent. So, people from Jalgaon are sourcing urad from UP for giving deliveries in South. Millers in Chennai and Madurai (Tamilnadu) also are sourcing urad (t-9 grade) from Gujarat. Trading in Maharashtra also has slowed due to increased uncertainty over VAT issue.

Futures Market Commentary

NCDEX October urad futures opened slightly weak and started moving downward soon after opening of the session. Downside movements halted after shedding of 39 points in first 5 minutes. Futures moved in narrow range in the first half. Heavy selling was seen near 14.30 hrs, which took futures down to day's bottom in next 20 minutes. October urad futures finally closed the day off Rs 119 at Rs 3555 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Progressing harvest in major producing areas

Weather

Weather is favorable for fieldwork in major producing areas. Scattered showers are likely in some parts of Madhya Maharashtra.

TECHNICALS

NCDEX -October Contract

Formation of 'marubozu' by dark candlestick body shows strongly bearish pattern. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is still in overbought zone. MACD is running flat into positive territory. RSI is giving clear signals of weakening momentum.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3525	3477	3572	3646	3719

Trade Recommendation:

Sell NCDEX Desi Urad Oct contract at 3575 with target towards 3550 Second target at 3525. Put SL at 3590.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	27.09.06	26.09.06	Change
Burma Faq	Mumbai	NA	4000	-
Burma Faq	Delhi	NA	NA	-
UP	Delhi	3600	3650	-50
Desi (new Crop)	Akola	3550	3600	-50
Desi (New Crop)	Gulbarga	3750	3700	+50
Desi (New Crop)	Latur	3950	4000	-50
Desi (New Crop)	Jalna	3500-3800	3900	-100
Desi (New Crop)	Indore	3800-3900	3850	-

CHANA

FUNDAMENTALS

Bullish trend persisted in Chana markets. Immediate fundamentals fairly are in favor of bulls. Lack of selling even at current high prices confirms shortage in domestic markets. Arrivals of chana in Delhi on Wednesday totaled at 20 motors. Crop Estimation Committee in '3rd National Pulses Conference' on September 17, 2006 had estimated the ending stock for year 2005-06 at 1.1 lakh ton, while consumption during the year at 43.5 lakh ton. Prices in domestic markets are running above import parity levels and production in major exporting nations is reported well. So, good import in last quarter of year 2006 cannot be ruled out.

Futures Market Commentary

NCDEX October Chana futures opened firm in positive territory and kept hanging in this zone all through the day. Futures fell to the day's low at 3303 near noon and high at 3345 near 13.50 hrs. After roller-coaster ride during the day, October chana contract finally finished up Rs 10 at Rs 3310 per qtl.

Price Drivers

Bullish

High prices in International Markets

Festival Season Ahead

Bearish

Increased Production in Major Exporting Nations

Ongoing harvest of other kharif pulses

Weather

Weather is mostly clear in chana producing areas, which is congenial for the field work in Peninsular India.

TECHNICALS

NCDEX -October Contract

Candlestick body has formed 'short day' pattern. Big upper shadow shows weak upside momentum. Both the 9-days and 18-days EMA remained below price line. Both stochastic oscillator and RSI are in overbought zone. MACD is moving higher but trading still below its trend line.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3307	3284	3330	3349	3368

Trade Recommendation:

Buy NCDEX Chana Oct contract at 3330 with target of 3349. Second target 3365. Put SL at 3315.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	27.09.06	26.09.06	Change
Rajasthan Desi	Delhi	3340	3300	+40
MP Desi	Delhi	3300-3325	3250-3260	+40
Kantewala	Indore	3210-3215	3175	+35
Mixed	Akola	3200	3175	+25
Chapa	Akola	3225	3200	+25
Gauran	Latur	3150	3150	-
Annagiri	Latur	3300	3300	-
G-12	Latur	3200	3200	-
Gauran	Jalna	3100-3200	3200	-
Pila	Jalna	3250	3275-3300	-25

TUR

FUNDAMENTALS

Tur markets observed weak trend. Marginal improvement in moong prices provided mild boost to the tur markets. Fresh import has come to standstill due to higher prices in international markets. Offerings presently are mainly from African countries. Bearing in mind good perspectives of coming year crop and good stock of domestic crop, importers would not take chance of importing costly tur from Africa. Domestic harvest in most states starts by end of October. Production this year is expected to reach at 23.2 lakh ton.

Futures Market Commentary

NCDEX October tur futures opened firm, but could not hold fast into positive territory for more than 5 minutes. Futures bottomed out near 12.20 hrs. Retreat thereafter could not help taking futures out of negative zone. October tur futures finally closed the day off Rs 19 at Rs 1923 per qtl.

Price Drivers

Bullish

High prices of other available pulses
Festival Season ahead

Bearish

Strengthening of INR versus dollar

Weather

Rains in some parts of Maharashtra are beneficial for the crop.

TECHNICALS

NCDEX -October Contract

Dark candlestick body has formed 'opening marubozu'. Big lower shadows shows strength in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator has fallen into oversold zone. MACD is very close to make centerline crossover. RSI is giving signals of weakening momentum.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1909	1889	1930	1950	1971

Trade Recommendation:

Sell NCDEX Tur Desi Oct contract at 1930 with target towards 1910, second target 1895. Put SL at 1945.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	27.09.06	26.09.06	Change
Burmese Lemon	Mumbai	1700-1725	1700-1725	-
Burmese Lemon	Delhi	1850	1850	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	2050	2060	-10
Fatka Dall	Gulbarga	2900	3000	-100
Red Tur	Latur	2075	2075	-
White Tur	Latur	2050	2050	-
Red	Jalna	NA	NA	-
White	Jalna	2050	2100	-50
BDM	Jalna	NA	NA	-
Vidharpatta	Akola	1950-1960	2000	-40
Marathwada	Akola	1975	2010	-35

OTHERS

Moong

Moong markets observed firm trend. Demand for the same was reported good from Gujarat. Harvest of the same is progressing well in Rajasthan, which is the only factor putting cap on bullish movements. Demand for the same is expected to remain good in northern and central India next month for festivals like Deepawali, Dusshera.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	27.09.06	26.09.06
Chamki	Delhi	NA	NA
Kekdi	Delhi	3250-3275	3250-3275
Medta	Delhi	3300-3325	3300-3325
Desi	Indore	3250	3150-3250
Chamki	Jalna	3200	3150-3300
Chamki	Latur	3200	3300
Chamki	Akola	3200	3100-3150

Field Peas

Although field pea production is expected to decline slightly in Australia on year basis, it's not true for other exporting nations. Supply for the same has been regular from the West, which kept bulls down in the dumps.

Spot Market Prices of Pea (Rs/qtt)

Center	27.09.06	26.09.06
Mumbai (Canadian)	1501	1501
Kanpur	1650	1650

Masoor

Sentiments remained steady to slightly firm in masoor markets. Prices of masoor improved marginally in Delhi on fresh outstation demand. MP and UP markets saw steady trend in absence of fresh fundamental news.

Spot Market Prices of Masoor (Rs/qtt)

Center	27.09.06	26.09.06
Delhi-MP/kota Line	2070	2050
Delhi- UP/Sikari	2600	2575
Kanpur local mill delivery	2025-2030	2025
Kanpur new- Braeilly Delivery	2090-2100	2080-2085
Kanpur- new Malka Dal	2200-2225	2225
Indore- Masra	1900	1900
Indore- Masoor New	1890	1890
Indore- Medium New	1850	1850
Bahraich-Masoor	2875	2875
Bahraich-Export Chanti	3325	3325
Kolkata (Truck delivery)	3600	3600
Masur Dal	3200-3400	3200-3400

International Prices

(\$/ton) (CNF 90 days)

Quality	27.09.06
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai Chennai	350
Burmese FAQ new Tur Mumbai/Chennai	NA
Burmese Shwebo Tur Mumbai/Chennai	NA
Tanzania Matwara Tur Mumbai/Chennai,	340-370
Tanzania Arusha Tur Mumbai/Chennai,	380-435
Burmese FAQ Urad Mumbai/Chennai	830
Burmese SQ Urad Mumbai/Chennai	930
Burmese Pedishwa Mung Chennai/Mumbai	620-630
Burmese Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	590-610

Port Watch

- Mumbai Port is receiving 14,439 MT of pulses from the vessel 'Yad E Moustafa'. The cargo was loaded from Yangon. Samsara agents is handling the vessel. Mumbai Port is receiving 7,000 MT of pulses from the vessel 'Lion Princes'. The vessel is being handled by Shaan Marine agents. Mumbai Port is receiving 10,000 MT of pulses from the vessel 'Alaba'. Sahi Oretrans agents is handling the vessel.
- Delivery of 18,000 MT of peas is expected at Kolkata Port from the vessel 'Stefanis'. B Ghose agents will be handling the vessel.

Forex rate as on 27.09.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.920
European Union	Euro	58.210
Japan	100 Yen	39.230
United Kingdom	GBP	86.970

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