

## PULSES DAILY

September 23, 2006

### URAD

#### FUNDAMENTALS

Most of the markets remained closed. However, big gains were posted in futures markets. Weather cycle this year too seems skewed. Some doubts whether is it impact of global warming or El Nino, there has not been any word from weather department officials. Sporadic rains in Maharashtra have affected the pace of harvest. Traders credit weather troubles for recent gains. Prices also are high in the international markets. Also, traders do not rule out probability of holding back by capable farmers for better bargaining.

#### Futures Market Commentary

Urad October futures opened firm and kept hanging into the positive territory all through the day. Steady gains during the day took futures to the day's high at 3725 by final hour. Liquidation in the last minutes pulled futures off the day's high. October urad futures finally finished the day up Rs 69 at Rs 3677 per qtl.

#### Price Drivers

##### Bullish

High prices in international markets  
Rains in some parts of Maharashtra

##### Bearish

Onset of harvest in early sown areas

#### Weather

Rains in some parts of Maharashtra might slow the crop harvest.

#### TECHNICALS

##### NCDEX -October Contract

Candlestick body has formed 'short day' pattern. Relatively big upper shadow confirms dominion of bears. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is in overbought zone. MACD is not giving clear signals. RSI also is in overbought zone.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3623	3569	3677	3728	3779

#### Trade Recommendation:

Buy NCDEX Desi Urad Oct contract at 3670 with target towards 3690 Second target at 3705. Put SL at 3655.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	22.09.06	21.09.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	4200	4100	+100
UP	Delhi	3600	3400-3600	-
Desi (new Crop)	Akola	Closed	3900	-
Desi (New Crop)	Gulbarga	Closed	3760	-
Desi (New Crop)	Latur	Closed	4000	-

## CHANA

### FUNDAMENTALS

Chana markets continued to see firm trend. End users/millers off course are passive buyers, but stockists are in no mood to cut off their premiums for immediate shortage. Crop Estimation Committee has revised its estimates for its production in 2005-06 down to 43 lakh ton. Ending stock for chana in year 2005-06 was put at 1.1 lakh ton compared to 2 lakh ton in the end of last year. Sowing of chana has started in some parts of Maharashtra, Karnataka and Andhra Pradesh, where weather is favorable for the fieldwork.

### Futures Market Commentary

Chana October futures opened firm and started moving higher. Futures did not see its opening level again during the day. There was strong resistance at 3200, which futures breached twice during the day, but could not hold fast above this level for longer period. Substantial selling for profit booking was seen in final hour. October chana futures finally closed the day up Rs 34 at Rs 3175 per qtl.

### Price Drivers

#### Bullish

High prices in International Markets  
Festival Season Ahead

#### Bearish

Likely imposition of stock holding limits by Delhi government  
Ongoing harvest of other kharif pulses

### Weather

Rains in some parts of Maharashtra and Karnataka will help replenishing moisture, which will be helpful for its forthcoming crop.

### TECHNICALS

#### NCDEX -October Contract

Candlestick body has formed 'inverted hammer'. Big upper shadow shows weak upside potential. Prices closed above both the 9-days and 18-days EMA. %K line is trending above %d line, but has entered into overbought zone. MACD is running flat into positive territory.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3150	3126	3175	3202	3230

#### Trade Recommendation:

Buy NCDEX Chana Oct contract at 3175 with target of 3195. Second target 3205. Put SL at 3160.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	22.09.06	21.09.06	Change
Rajasthan Desi	Delhi	3125	3080-3085	+40
MP Desi	Delhi	3100	3050	+50
Kantewala	Indore	3100	3025-3030	+70
Mixed	Akola	Closed	3100	-
Chapa	Akola	Closed	3125-3130	-
Gauran	Latur	Closed	3100	-
Annagiri	Latur	Closed	3250	-
G-12	Latur	Closed	3200	-
Gauran	Jalna	Closed	3100	-
Pila	Jalna	Closed	3200	-

## TUR

### FUNDAMENTALS

People are less optimistic about promising perspective of tur in medium to long term. Stock of domestic produce is good in major producing markets. CEC has estimated the ending stock at 1 lakh ton, which is equivalent to stock in the beginning of the Marketing year 2005-06. Weather is favorable for the crop in major producing areas. Strengthening of Indian Rupee versus is dollar is another bearish item. Its import is likely to be started from African countries like Malawi, Mozambique and Tanzania shortly.

### Futures Market Commentary

October tur futures were highly volatile since opening of the session. Futures opened red and bottomed out in first five minutes only. Futures moved both side of unchanged level till noon. Futures spent rest of the session into positive territory. Day's high was set at 1996 near 15.25 hrs. September futures finally closed the day up Rs 20 at Rs 1990 per qtl.

### Price Drivers

#### Bullish

High prices of other available pulses

#### Bearish

Favorable weather situation

Strengthening of INR versus dollar

### Weather

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

### TECHNICALS

#### NCDEX -October Contract

'Shaven top' of candlestick body reflects strongly bullish dispositions. Prices closed just below both the 9-days and 18-days EMA. %k line is trading below %d line. MACD is in positive territory, but is tilting downward. RSI also is giving bearish signal.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1955	1919	1990	2011	2031

#### Trade Recommendation:

Buy NCDEX Tur Desi Oct contract at 1985 with target towards 2000, second target 2005. Put SL at 1975.

### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	22.09.06	21.09.06	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	Closed	2075	-
Fatka Dall	Gulbarga	Closed	3050	-
Red Tur	Latur	Closed	2125-2150	-
White Tur	Latur	Closed	2125-2150	-
Red	Jalna	Closed	1950	-
White	Jalna	Closed	2050	-
BDM	Jalna	Closed	2100	-
Vidharpatta	Akola	Closed	2011-2015	-
Marathwada	Akola	Closed	2015	-

## OTHERS

### Moong

Sentiments remained easy in moong markets. However, traders are not expecting big decline in its prices, as are expecting its demand to remain consistent all through the next month for festival season. Harvest is progressing well in Rajasthan. Rains were reported in some parts of the state, but will unlikely to have any impact on the crop.

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

Origin/Grade	Center	22.09.06	21.09.06
Chamki	Delhi	3400-3500	3400-3500
Kekdi	Delhi	3200-3250	3200
Medta	Delhi	3300-3400	3300
Desi	Indore	Closed	3000-3200
Chamki	Jalna	Closed	3250-3300
Chamki	Latur	Closed	3150
Chamki	Akola	Closed	3000-3200

### Field Peas

There was no strength in pea markets. Ease in its prices is likely with the increase in its influx from overseas markets. Firm trend in chana also has helped underpinning its values.

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

Center	22.09.06	21.09.06
Mumbai (Canadian)	1501	1501
Kanpur	1670	1640

### Masoor

Masoor markets continued to see weak trend. Prices though were quoted steady, demand remained weak in the domestic markets. Sowing of masoor is to start shortly. Recent rains have improved the prospects of forthcoming crop.

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

Center	22.09.06	21.09.06
Delhi-MP/kota Line	2050	2050
Delhi- UP/Sikari	2575	2575
Kanpur local mill delivery	2040	2040
Kanpur new- Braeilly Delivery	2100	2080-2085
Kanpur- new Malka Dal	2225	2225
Indore- Masra	1900	1910
Indore- Masoor New	1890	1900
Indore- Medium New	1825	1825
Bahraich-Masoor	2880	2880
Bahraich-Export Chanti	3325	3325-3350
Kolkata (Truck delivery)	3600	3600
Masur Dal	3200-3400	3200-3400

### International Prices

(\$/ton) (CNF 90 days)

Quality	22.09.06
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 7,000 MT of pulses from the vessel 'Lion Princes'. Mumbai Port is receiving 10,000 MT of pulses from the vessel 'Alaba'. Sahi Oretrans agents is handling the vessel. Delivery of 18,500 MT of pulses is expected at the port from the vessel 'Lady Nariman'. Marco Shipping agents will be handling the vessel. The port is expecting 'Yaad E Moustafa' to discharge 14,439 MT of pulses.
- 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- 1 USD: INR 45.940**

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