

PULSES DAILY

September 19, 2006

URAD

FUNDAMENTALS

Urad markets continue to remain firm at the physical as well as futures market. Prices were quoted higher in most of the physical markets amidst lower availability. At the futures market the Desi Urad futures surged up following a firm opening and hit the 6 per cent upper circuit level at the close. According to the latest available Agriculture Ministry data, the acreage under kharif pulses has increased marginally year on year. Harvest of urad is round the corner. Arrivals of fresh crop have started and with the increase in the harvesting pace the prices will ease to more comfortable levels.

Futures Market Commentary

Urad futures at the NCDEX extended the previous advances further following a firm opening. Increased speculative buying supported the futures throughout the trading session. The futures tested fresh contract month highs and hit the 6 per cent upper circuit level in late action.

Price Drivers

Bullish

High prices in international markets
Speculative buying interest at the futures counter

Bearish

Likely imposition of stock holding limits by several state governments
Onset of harvest in early sown areas

Weather

Weather condition in Maharashtra has raised the fear of crop damage to some extent. Dry weather will be welcome at this stage.

TECHNICALS

NCDEX -October Contract

Candlesticks pattern indicates firm opening and further uptrend. MACD is moving up following a bullish crossover with its EMA. The %K-line has made a bullish crossover with the %D-line. RSI is also supporting further uptrend. Urad desi futures counter is likely to remain firm.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3395	3274	3567	3700	3800

Trade Recommendation:

Buy NCDEX Desi Urad Oct contract at 3560-3570 with target towards 3595 Second target at 3610. Put SL at 3530.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	18.09.06	16.09.06	Change
Burma Faq	Mumbai	3850	3700	+150
Burma Faq	Delhi	3850	3700	+150
Desi (new Crop)	Akola	3800-3900	3700-3800	+100

CHANA

FUNDAMENTALS

Chana markets witnessed a firm sentiment at the start of the week. The market opened weak initially. However, buoyed by strong buying interest, the market surged up. The chana futures witnessed a similar sentiment following a lower opening and closed with significant gains near the day's high. According to the latest available Agriculture Ministry data, the acreage under kharif pulses has increased marginally year on year. The spillover strength from the futures market has also supported the physical market sentiments.

Futures Market Commentary

Chana Futures at NCDEX started the day with a weak opening and moved marginally downwards initially. However, the futures retraced back again on strong buying support. The futures tested fresh contract month highs and closed near the day's high in final action.

Price Drivers

Bullish

Depleting stocks
High prices in International Markets
Gujarat Govt not to impose stock limits

Bearish

Likely imposition of stock holding limits by several state governments
Due harvest of other kharif pulses

Weather

Chana is sown in rabi season so weather is not a concerning factor at the stage.

TECHNICALS

NCDEX -October Contract

Candlesticks pattern indicates firm opening and initial uptrend. MACD has made a bullish crossover with its EMA, while Stochastic are indicating indecision. Moreover, RSI is also signaling further uptrend. Chana futures are likely to open firm and trade upwards initially.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3076	2991	3161	3257	3325

Trade Recommendation:

Sell NCDEX Chana Oct contract at 3160-3170 with target of 3200. Second target 3220. Put SL at 3130.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	18.09.06	16.09.06	Change
Rajasthan Desi	Delhi	3050-3100	3025-3050	+50
MP Desi	Delhi	3075	3000	+75
Kantewala	Indore	3070	3025	+45
Mixed	Akola	3125-3130	3050	+80
Chapa	Akola	3150-3160	3100-3150	+10

TUR

FUNDAMENTALS

Tur markets remain firm on follow-through strength from other pulses. Prices remained at the higher side at the physical markets. At the futures market, the Desi Tur futures opened firm and traded upwards thereafter to finish the day in positive territory. According to the Ministry of Agriculture, the acreage under tur as on September 8 was 35.14 lakh hectares, lower from 37.23 lakh hectares a year ago. The activities remained mostly dull in tur markets as compared to other pulses market.

Futures Market Commentary

Desi Tur futures at NCDEX opened higher than the previous settle and traded sharply upwards at the early hours of trade. However, the market remained mostly range bound at the higher levels thereafter and finished the day in positive territory. The activities were not at par with the sharp gains in other pulses futures.

Price Drivers

Bullish

Concerns of short crop this year
Lower acreage under kharif tur as again last year

Bearish

Likely imposition of stock holding limits by several state governments
Lower activity levels in the terminal markets
Due harvest of other kharif pulses

Weather

North Karnataka tur is waiting for rains. Lack of rains in the region might affect the crop growth.

TECHNICALS

NCDEX -October Contract

Candlesticks pattern indicates steady to firm opening and initial uptrend. MACD as well as Stochastic are favouring further downtrend in the market. However, RSI is supporting some uptrend in the market. Market is likely to remain range bound with a bullish bias.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1974	1934	2027	2069	2110

Trade Recommendation:

Buy NCDEX Tur Desi Oct contract at 2010-2020 with target towards 2040, second target 2060. Put SL at 1985.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	18.09.06	16.09.06	Change
Burmese Lemon	Mumbai	1800-1825	1825	-
Burmese Lemon	Delhi	1900-2025	-	-
Maharashtra tur	Delhi	2200	-	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	2100	2100	-
Fatka Dall	Gulbarga	3000	3050	-50
Red Tur	Latur	2125-2150	2150	-
White Tur	Latur	2125-2150	2150-2200	-50
Red	Jalna	1900-2000	1900-2000	-
White	Jalna	2000-2050	2000-2025	+25
BDM	Jalna	2100	2100	-

OTHERS

Moong

Moong markets extended the previous advances further at the start of this week. Prices were quoted on an average higher than last weekend across different markets. Arrivals were reported to be lower to meet the emerging demand in the market. Harvesting is in progress in patches and is yet to get momentum. Weather situation is conducive for the fieldwork. Market dynamics now depend upon domestic fundamentals. However, there has not been any offering for moong in international markets. Market is likely to remain firm until the fresh crop arrivals paced up.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	18.09.06	16.09.06
Chamki	Delhi	3200-3250	3100-3150
Desi	Indore	3150	2900-3100
Chamki	Jalna	2900-3050	3100
Chamki	Latur	3050-3150	2950-3000
Chamki	Akola	3050-3150	2800-3050

Field Peas

Peas markets continue to remain dull in absence of any fresh developments. At the Mumbai market prices were quoted lower, while in the Kanpur market it was traded steady during Monday's trade.

Spot Market Prices of Pea (Rs/qrtl)

Center	18.09.06	16.09.06
Mumbai (Canadian)	1500	1550
Kanpur	1660-1670	1670

Masoor

Masoor markets witnessed a mixed trade amidst moderate demand. Prices were quoted on an average steady to higher as against previous day across most of the markets.

Spot Market Prices of Masoor (Rs/qrtl)

Center	18.09.06	16.09.06
Delhi-MP/kota Line	2050	2050
Delhi- UP/Sikari	2600-2650	2550
Kanpur local mill delivery	2070	2070
Kanpur new- Braeilly Delivery	2120	2115-2120
Kanpur- new Malka Dal	2250	2250
Indore- Masra	1960	1935
Indore- Masoor New	1950	1925-1940
Indore- Medium New	1950-2050	1890-1900

International Prices

(\$/ton) (CNF 90 days)

Quality	12.09.06
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai Chennai	350
Burmese FAQ new Tur Mumbai/Chennai	NA
Burmese Shwebo Tur Mumbai/Chennai	340
Tanzania Matwara Tur Mumbai/Chennai,	351
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
Canadian Pea Chennai	255

Port Watch

- Mumbai Port is receiving 10,000 MT of pulses from the vessel 'Alaba'. Sahi Oretrans agents is handling the vessel.

Forex- INR/ 1 USD: 46.12

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