

PULSES DAILY

September 04, 2006

URAD

FUNDAMENTALS

There was nothing fresh in urad markets. Weather has improved in Maharashtra, MP and Rajasthan. Depression has swiftly moved into northwesterly direction. Traders are expecting arrivals of fresh produce to intensify with in a fortnight or so. Stockists might not purchase urad very aggressively from the farmers this year due to frequent change in policies made by the government. So, millers are expecting substantial ease in its prices with the picking up of harvest. Harvest of the same has already started in Karnataka and South Maharashtra.

Futures Market Commentary

Urad September contract opened firm gapping higher and kept swinging into positive territory all through the day. Steady gains took the futures to the day's high at 3148 just before noon. This momentum slowed thereafter and futures once even saw erratic downside movement near 12.25 hrs. Futures kept hanging higher in the remaining session. September Urad contract finished up Rs 97 at Rs 3135 per qtl

Price Drivers

Bullish

High prices in international markets

Bearish

Onset of harvest in early sown areas

Weather

Weather situation has improved in MP and Maharashtra. Crop is nearing maturity in these states.

TECHNICALS

NCDEX -September Contract

Formation of 'opening marubozu' by white candlestick body with very small upper shadow shows strong bullish pattern. Prices closed above both the 9-days and 18-days EMA. %k line has made bullish crossover with %d line and RSI also is giving signals of gaining momentum. MACD is falling southwardly.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	3070	3006	3135	3174	3214
Oct	2761	2701	2820	2857	2893

TRADE RECOMMENDATION:

Sell Sept contract near 3140 with target towards 3105
Second target at 3085. Put SL at 3165.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	02.09.06	01.09.06	Change
Burma Faq	Mumbai	3350-3400	3400-3425	-
Burma Faq	Delhi	3525	3500	+25
Desi	Akola	NA	3300-3500	-
Desi	Indore	2800-3100	2800-3200	-
Desi	Vijaywada	3650-3700	3650-3700	-

CHANA

FUNDAMENTALS

Sentiments firmed up in Chana markets irrespective of reports of improving weather situation in western and central India. Lack of words from the government further on stock factor was taken friendly. Demand, however, has fallen at current high prices. Prices in Delhi already have appreciated more than 12 % in past one month. Further, prices are running above import parity level. Persistence of prices above current level for the longer period might attract more import deals ahead.

Futures Market Commentary

September Chana contract opened in red zone, but started moving higher soon after its opening. Futures kept moving higher till 11.50 hrs, after which long liquidation pulled them down. This downward movement once for a while took futures erratically downward into negative zone near 12.25 hrs. Upside movements of the futures resumed soon after and futures reached the day's high at 2775 just before closing. September chana contract finished the day up Rs 49 at Rs 2774 per qtl.

Price Drivers

Bullish

High prices in International Markets

Bearish

Due harvest of other kharif pulses

Likely action by State Govt

Weather

Recent rains in Rajasthan have replenished enough moisture for rabi season. Chana is sown in rabi season.

TECHNICALS

NCDEX -September Contract

'Bullish 3 Method Formation' shows likely continuation of bullish trend. Prices closed above both the 9-days and 18-days EMA. %k line is running below %d line. RSI is also giving bullish signals. MACD is leaning downwardly.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	2736	2699	2774	2795	2817
Oct	2742	2700	2783	2807	2830

TRADE RECOMMENDATION:

Sell Sept contract near 2780 with target of 2750. Second target 2736. Put SL at 2795

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	02.09.06	01.09.06	Change
Rajasthan Desi	Delhi	2735-2740	2690-2700	+35
MP Desi	Delhi	2700	2650-2675	+25
Kantewala	Indore	2675-2680	2650-2675	-
Desi	Gulbarga	2800	2750	+50
Gauran	Latur	2650	Closed	-
Annagiri	Latur	2850	Closed	-
G-12/Vijay	Latur	2700	Closed	-
Gauran	Jalna	2675	2650	+25
Pila	Jalna	2750	2700	+50
Mixed	Akola	NA	2650	-
Chapa	Akola	NA	2675	-
Desi	Kanpur	2750	2740-2750	-

TUR

FUNDAMENTALS

Tur markets observed steady to firm trend. Unfriendly weather situation in Gulbarga belts has badly affected the tur crop. According to official sources, crop in some areas has been affected due to parched situation, while in some areas due to flood. Prices for the same is high in the international markets. According to traders, quality of the imported produce is not good. Offerings from Burma are only for produce having high weeviled percentage (15-20%). From Tanzania, offerings are only for Matwara grade. Importers are expecting offers for Arusha, which is superior grade from Tanzania, will start with in a fortnight or so.

Futures Market Commentary

Lemon tur September contract opened firm gapping significantly versus previous day closing. Steady gains took futures above 1700 level by 11.45 hrs, but futures could not hold longer above this level. Futures however, kept hanging higher all through the session except one momentary but big fall near 12.25 hrs. September tur contract finally finished the day up Rs 41 at Rs 1691 per qtl.

Price Drivers

Bullish

High prices of other available pulses

Weather in Karnataka

Bearish

Due harvest of other kharif pulses

Weather

Tur is in vegetative growth stage. Sporadic rains in some parts of Uttar Pradesh will be beneficial for the crop.

TECHNICALS

NCDEX -September Contract

Big white candlestick body with small shadows on either side signals bullish reversal. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is running below %d line and both are in oversold zone. RSI is giving clear signals of gaining momentum. MACD is leaning southward and very close to make centerline crossover.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	1663	1636	1691	1710	1730

TRADE RECOMMENDATION:

Buy Sept contract near 1690 with target towards 1710, second target 1720. Put SL at 1675.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	02.09.06	01.09.06	Change
Burmese Lemon	Mumbai	1650	1671-1681	-20
Burmese Lemon	Delhi	1775	1750	+25
Maharashtra tur	Delhi	1850	1850	-
Karnataka tur	Delhi	1950	1950	-
Red tur	Gulbarga	2000	2020	-20
Fatka Dall	Gulbarga	2900	2900	-
Red Tur	Latur	2050	Closed	-
White Tur	Latur	2080	Closed	-
Red	Jalna	NA	1800	-
White	Jalna	1900	1850	+50
BDM	Jalna	1950-2000	1900	+50
Marathwada	Akola	NA	1925	-
Vidarbha	Akola	NA	1915	-
Local Tur	Vijaywada	1725	1700	+25

Others

Moong

Moong markets featured steady to firm trend. Weather has improved speedily in western states including Rajasthan. Harvest of moong is likely to pick up with in a fortnight, as weather is favorable for fieldwork in all the major producing belts.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	02.09.06	01.09.06
Shekhavati	Delhi	2950	2900
Kishangarh/Ke kdi (New Crop)	Delhi	2975	2950
Medta/Bisao	Delhi	3025	3000
Desi	Indore	2600-2850	2700-2900
Chamki	Jalna	2900	2850
Chamki	Latur	2950	Closed
Chamki	Akola	NA	2800-2850

FIELD PEAS

Peas markets continued to see steady trend. According to sources, one big consignment will likely to reach at Mumbai port by end of this month. Demand is good. But since weather also has improved in all the major producing belts, traders do not rule out possibility of slight ease in its prices ahead.

Spot Market Prices of Pea (Rs/qrtl)

Center	02.09.06	01.09.06
Mumbai (Canadian)	1550	1500
Kanpur	1490	1475-1480

Masoor

Masoor markets continued to see weak trend. Traders are expecting its demand to improve in coming weeks and are in no hurry to empty out stocks even before off-season.

Spot Market Prices of Masoor (Rs/qrtl)

Center	02.09.06	01.09.06
Delhi-MP/kota Line	2050	2050
Delhi- UP/Sikari	2650	2650
Kanpur local mill delivery	1990-2000	1980-1990
Kanpur new- Braeilly Delivery	2060	2050
Kanpur- new Malka Dal	2190-2200	2200
Indore- Masra	1900	1900
Indore- Masoor New	1890	1890
Indore- Medium New	1800	1800
Bahraich-Masoor	2700	2700
Bahraich-Export Chanti	3200	3200
Kolkata (Truck delivery)	3550	3550
Masur Dal	3200	3200

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

Quality	02.09.06
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

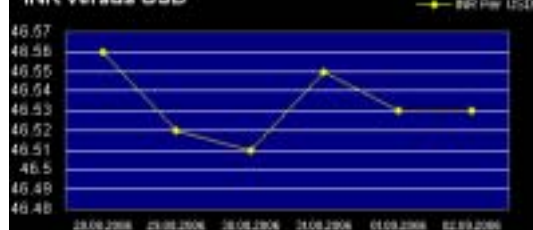
Port watch

- 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 14,500 MT of pulses is continuing at Chennai Port from the vessel 'Yaad E Mohammed'. Imperial agents is handling the vessel.

Forex rate as on 02.09.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.530
European Union	Euro	59.714
Japan	100 Yen	39.735
United Kingdom	GBP	88.672

INR versus USD



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