

PULSES DAILY

September 13, 2006

URAD

FUNDAMENTALS

Urad market continues to feel a mild pressure of harvesting season. Urad prices eased further at different trading centres today. Arrivals of fresh crop have started and with the increase in the harvesting pace the prices will ease to more comfortable levels. Weather is clear in major producing belts, which is supportive for the harvesting process and maturing crop. Despite firmness in other pulses, seasonal discounts to the Urad prices are obvious.

Futures Market Commentary

Urad futures saw roller coaster movements today; the prices recouped initial dip to close with some good gains. Firmness in other pulses supported the easing Urad prices. The sentiments are easing slightly in the physical markets of Urad with the progress of harvest in Urad. In the same line Urad futures for October delivery at NCDEX opened gap down today at Rs 3180 and then prices touched the lows of Rs 3091. However, sharp rally in other pulses towards the closing session underpinned the urad prices too. The contract finished the session with some good gains.

Price Drivers

Bullish

High prices in international markets
Firmness in other pulses and substitutes

Bearish

Onset of harvest in early sown areas

Weather

Weather is conducive for the maturing crop in major producing belts. Dry weather will help expediting harvest.

TECHNICALS

NCDEX -October Contract

Urad futures continue to trade sideways. MACD is about to give bearish signal, whereas stochastic is already favoring bears in the overbought zone. EMA pattern however is the only respite for the bulls. Prices might see volatile movements with bearish bias.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	3521	3483	3617	3681	3739
Oct	3131	3095	3233	3266	3334

TRADE RECOMMENDATION:

Sell Oct contract below 3264 with target towards 3181 Second target at 3150. Put SL at 3297.

Spot Market Prices of Urad

Origin/Grade	Center	12.09.06	11.09.06	Change
Burma Faq	Mumbai	3600	3650	-
Burma Faq	Delhi	3850	3800	-
Desi (new Crop)	Akola	3800-3900	Closed	-
Desi	Indore	NA	3000-3300	-
Desi	Vijaywada	NA	NA	-

(Rs/qty)

CHANA

FUNDAMENTALS

Chana markets continue to enjoy the off-season premiums, as the stocks of the commodity are lower. Market seems have still left with some space for the tightening. However, these high levels are putting pressure on the activity levels in the Chana markets. Stockists, who are assuming these levels sufficient enough for the S&D imbalance, are vacating their stocks, however some others are still looking scope for more premiums. There is no activity going on at the import front and thus domestic traders have the upper hand over the prices. However, it will be interesting to see, the levels at which demand starts its role to play in containing the prices.

Futures Market Commentary

Chana Futures at NCDEX witnessed volatile session today. The October Chana at NCDEX slipped initially to see the lows of Rs 3058, the market then traded range bound for most of the session. The last half hour's sharp recovery pushed the prices finally in the green zone. The contract opened the session steady at Rs 3091 and traded in the range of Rs 3058-3144.

Price Drivers

Bullish

Depleting stocks

High prices in International Markets

Bearish

Due harvest of other kharif pulses

Weather

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

TECHNICALS

NCDEX -October Contract

Charts projects firmness in the chana market. Momentum studies and EMA pattern in conjunction with oscillators are favoring bulls. However, overbought levels of stochastic ask for some caution.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	3142	3120	3206	3237	3268
Oct	3081	3060	3141	3169	3197

TRADE RECOMMENDATION:

Buy Oct contract above 3206 with target of 3235. Second target 3250. Put SL at 3185.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	12.09.06	11.09.06	Change
Rajasthan Desi	Delhi	3100	3100	-
MP Desi	Delhi	3075	3080-85	-10
Kantewala	Indore	3040	3030	+10
Desi	Gulbarga	3150	3150	-
Gauran	Latur	2950	2900	+50
Annagiri	Latur	3250	3200	+50
G-12/Vijay	Latur	3150	3150	-
Gauran	Jalna	3200	3200	-
Pila	Jalna	3250	3250	-
Mixed	Akola	3100	Closed	-
Chapa	Akola	3150	Closed	-
Desi	Kanpur	3225	3225	-

TUR

FUNDAMENTALS

Rains are needed in Karnataka to cool down the Tur prices. Whatever would be the ultimate result of prolonged dry spell in northern Karnataka, the tur market continues to add premiums for the prospective losses. The prices again remained on the firmer side in the major trading centres. Once the weather situation eases in the region, the market will see some sharp southward movements. But, at the moment despite lower activity levels due to higher prices, tur market continues to iterate the premiums for the feared shortage of production.

Futures Market Commentary

Desi Tur futures at NCDEX recouped all the initial losses to close near the no change line today. Tentativeness at higher levels caused some profit booking in the morning session, which took the prices to the lows of Rs 2091. However, the prices then recouped all the initial losses to close the day at almost no change levels.

Price Drivers

Bullish

Concerns of short crop this year
Dry weather in Karnataka

Bearish

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 -September Contract

Tur charts are showing some indecision at higher levels. Prices closed above both the 9-days and 18-days EMA shows bullishness to continue. MACD is heading upward into positive territory favouring bulls. Stochastic is also giving bullish signal in overbought zone. Tentativeness at higher levels is likely.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Oct	2106	2092	2148	2189	2228

TRADE RECOMMENDATION:

Buy Oct contract above 2125 with target towards 2175, second target 2190. Put SL at 2090.

Spot Market Prices of Tur

(Rs/qrtl)

Origin/Grade	Center	12.09.06	11.09.06	Change
Burmese Lemon	Mumbai	1881	1925	-45
Burmese Lemon	Delhi	2100	1950	+150
Maharashtra tur	Delhi	2150	2150	-
Karnataka tur	Delhi	2300	2250	+50
Red tur	Gulbarga	2200	2175	+25
Fatka Dall	Gulbarga	3100	3200	-100
Red Tur	Latur	2200	2200	+100
White Tur	Latur	2300	2330	-30
Red	Jalna	2000	2000	-
White	Jalna	2100	2075-2100	-
BDM	Jalna	2150	2100	+50
Marathwada	Akola	2175	closed	-
Vidarbha	Akola	2150	closed	-
Local Tur	Vijaywada	NA	NA	

Others

Moong

Sentiments were steady in moong markets in the absence of any fresh inputs. 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. The harvesting progress would pressure the prices in times to come.

Spot Market Prices of Moong (Rs/qrtl)

Origin/Grade	Center	12.09.06	11.09.06
Shekhavati	Delhi	3050	3150
Kishangarh/Kekdi (New Crop)	Delhi	3000	3100
Medta/Bisao	Delhi	NA	NA
Desi	Indore	NA	3000-3150
Chamki	Jalna	3200-3300	3150-3300
Chamki	Latur	3250	3200
Chamki	Akola	3000-3200	Closed

FIELD PEAS

Peas markets witnessed steady sentiments in the absence of any fresh developments. On the demand front, the higher prices are keeping buyers in check. However, firmness in sister commodities like Chana is supporting the prices at higher levels. Lucrative prices of the commodity are attracting foreign peas to India. In the same line, one big vessel is expected by end of this month at Mumbai port.

Spot Market Prices of Pea (Rs/qrtl)

Center	12.09.06	11.09.06
Mumbai (Canadian)	1600	1600
Kanpur	1700	1700

Masoor

Masoor markets witnessed further improvement in prices as the fundamentals are supportive. Market is left with tiny stocks, also continued firmness in Tur and Chana markets are giving bullish suggestions for the masoor market. With increase in harvesting momentum the prices would come down to more comfortable levels.

Spot Market Prices of Masoor (Rs/qrtl)

Center	12.09.06	11.09.06
Delhi-MP/kota Line	2100	2100
Delhi- UP/Sikari	2700	2700
Kanpur local mill delivery	2140	2175
Kanpur new- Braeilly Delivery	2200	2225
Kanpur- new Malka Dal	2325	2350
Indore- Masra	2010	1940
Indore- Masoor New	2000	1930
Indore- Medium New	1925	1850
Bahraich- Masoor	2921	2860
Bahraich-Export Chanti	3400	3325
Kolkata (Truck delivery)	3600	3625
Masur Dal	3200	3250

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

- Delivery of 17,688 MT of peas is continuing at Kolkata Port from the vessel 'Mikhail Strelakovsky'. The vessel is being handled by B Ghose agents.

Forex - 46.27

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