

## PULSES DAILY

September 11, 2006

### URAD

#### FUNDAMENTALS

Nervousness seems rising in urad markets due to erratic increase in its prices in recent and that too at the time of harvest. Weather also is improving in major producing belts. In fact, government report does not support idea of substantial increase in overall area under pulses. Its harvest has already been started in some areas. Stockists/traders/millers would not be keen in making purchase of fresh produce for stocks at current high prices. Traders are expecting ease in its prices in coming weeks with the picking up of harvest.

#### Futures Market Commentary

Urad October futures opened up gapping higher against previous day closing and touched the day's high within 5 minutes after opening of the session. Futures set out falling downward subsequently and dipped into negative territory for a short while near 12.40 hrs, but did not stay red for longer period. October urad futures finally closed up Rs 24 at Rs 3280 per qtl.

#### Price Drivers

##### Bullish

High prices in international markets

##### Bearish

Onset of harvest in early sown areas

#### Weather

Weather is almost clear in Urad producing belts. Dry weather will help expediting harvest.

#### TECHNICALS

##### NCDEX -October Contract

Formation of 'doji' for the second consecutive day reveals indecisiveness in the market. Prices closed above both the 9-days and 18-days EMA. Although %k line has made bearish crossover with %d line, but both are in overbought zone. MACD is moving higher into positive territory. RSI also is in overbought zone.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	3491	3415	3568	3607	3647
Oct	3231	3183	3280	3339	3399

#### TRADE RECOMMENDATION:

Sell Oct contract near 3285 with target towards 3260  
Second target at 3245. Put SL at 3300.

#### Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	09.09.06	08.09.06	Change
Burma Faq	Mumbai	NA	3600-3650	-
Burma Faq	Delhi	3800-3850	3800	-
Desi (new Crop)	Akola	4000-4050	4150	-100
Desi	Indore	3000-3400	3000-3300	-
Desi	Vijaywada	4250	4250	-

## CHANA

### FUNDAMENTALS

Chana markets continued to see firm trend. Trading, however, has declined due to increased volatility in the market. Traders feel that prices have appreciated enough to account for immediate fundamentals. Also, prices are running above the import parity. CNF prices for Australian Chana were quoted at \$550 per ton, which translates into INR 26,100 per ton. Strengthening INR versus USD is another bearish factor. Traders feel that mild ease is likely with the picking up of harvest of other pulses.

### Futures Market Commentary

October Chana Futures opened firm gapping substantially versus previous closing. This upside movement was very swift in the initial 20 minutes, but momentum slowed a bit thereafter. Futures moved in narrow range during mid-hours. Big gains again were posted in the last hour. October chana Futures finally finished the day up Rs 119 at Rs 3082 per qtl.

### Price Drivers

#### Bullish

High prices in International Markets

#### Bearish

Due harvest of other kharif pulses

### Weather

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

### TECHNICALS

#### NCDEX -October Contract

'Marubozu' formation by a long white candlestick body depicts strongly bullish pattern. Both 9-days and 18-days EMA remained below price line. %K line is running above %d line, but both are in overbought zone. MACD is moving higher, but trending below its signal line.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	3035	2955	3115	3160	3205
Oct	3013	2944	3082	3116	3151

#### TRADE RECOMMENDATION:

Sell Oct contract near 3085 with target of 3060. Second target 3045. Put SL at 3100

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	09.09.06	08.09.06	Change
Rajasthan Desi	Delhi	3050	2875-2950	+100
MP Desi	Delhi	3025	2860-2925	+100
Kantewala	Indore	2950	2900	+50
Desi	Gulbarga	3150	3100	+50
Gauran	Latur	Closed	2750	-
Annagiri	Latur	Closed	2950	-
G-12/Vijay	Latur	Closed	2800	-
Gauran	Jalna	3000-3050	2950	+50
Pila	Jalna	3100-3125	3000	+100
Mixed	Akola	3025	2925	+100
Chapa	Akola	3050	2950-2960	+100
Desi	Kanpur	3175	3000	+175

## TUR

### FUNDAMENTALS

Tur markets also observed firm trend. People in Karnataka in fact are very bullish due to less supportive weather in northern parts of the state so far, which is an important crop producing areas. Also, ministry data shows that acreage under tur crop this year has been slightly down compared to acreage sown last year. Farmers are believed to have switched to other lucrative alternatives like green gram, black matpe etc.

### Futures Market Commentary

Lemon tur September futures opened firm and featured roller-coaster trend through the day. Futures, however, kept hanging in positive territory during the entire day. Day's high was set at 1890 near 13.40 hrs. Lemon tur September contract finally finished the day up Rs 23 at Rs 1879 per qtl. Open Interest today declined to 9,410 ton against stock of 11,341 MT in accredited warehouses of NCDEX on September 08, 2006.

### Price Drivers

#### Bullish

High prices of other available pulses  
Dry weather in Karnataka

#### Bearish

Due harvest of other kharif pulses

### Weather

Weather is little concerning in North Karnataka. Lack of rains in these areas might affect the crop growth.

### TECHNICALS

#### NCDEX -September Contract

Candlestick body has formed 'bullish engulfing' pattern. Also, formation of 'opening marubozu' shows strong bullish dispositions. Prices closed above both the 9-days and 18-days EMA. %k line is running above %d line, but both are in overbought zone. MACD is heading upward into positive territory, but still trending below signal line.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
Sept	1862	1845	1879	1893	1907

#### TRADE RECOMMENDATION:

Buy Sept contract near 1879 with target towards 1893, second target 1905. Put SL at 1870.

### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	09.09.06	08.09.06	Change
Burmese Lemon	Mumbai	1850	1775-1800	+50
Burmese Lemon	Delhi	1950	1900	+50
Maharashtra tur	Delhi	2075	2050	+25
Karnataka tur	Delhi	2225	2200	+25
Red tur	Gulbarga	2150	2100-2125	+25
Fatka Dall	Gulbarga	3150	3000-3100	+50
Red Tur	Latur	Closed	2150-2175	-
White Tur	Latur	Closed	2175	-
Red	Jalna	1950	1950	-
White	Jalna	2075-2100	2075	-
BDM	Jalna	2125-2150	2100	+25
Marathwada	Akola	2130	2055	+75
Vidarbha	Akola	2125	2050	+75
Local Tur	Vijaywada	1850	1800	+50

## Others

### Moong

Sentiments were slightly weak in moong markets. 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, perspectives traders feel are not very bullish in short to medium term.

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

Origin/Grade	Center	09.09.06	08.09.06
Shekhavati	Delhi	2950	2950
Kishangarh/Kekdi (New Crop)	Delhi	3000	3000
Medta/Bisao	Delhi	3050	3050
Desi	Indore	3000-3150	3000-3200
Chamki	Jalna	3150-3175	2900-3150
Chamki	Latur	Closed	3100
Chamki	Akola	3150	3200

### FIELD PEAS

Sentiments remained weak in Peas markets due to subdued demand. Firming up in chana helped checking decline in its prices. Buyers are not very aggressive, as are waiting for ease in its prices with the picking up of harvest of other kharif pulses. Also, one big vessel is expected by end of this month at Mumbai port.

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

Center	09.09.06	08.09.06
Mumbai (Canadian)	1471-1475	1501
Kanpur	1625	1560

### Masoor

Masoor markets featured weak trend. Demand for the same has declined due to higher prices. Also, traders blame increased availability of imported peas at eastern coast for the subdued demand. Stockists, however, kept quoting higher in tandem with gains in other pulses.

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

Center	09.09.06	08.09.06
Delhi-MP/kota Line	2050	2040-2050
Delhi- UP/Sikari	2700	2700
Kanpur local mill delivery	2080	2060
Kanpur new- Braeilly Delivery	2125-2130	2100-2110
Kanpur- new Malka Dal	2300	2250
Indore- Masra	1940	1930
Indore- Masoor New	1930	1920
Indore- Medium New	1850	1825
Bahraich- Masoor	2900	2875
Bahraich-Export Chanti	3300	3300
Kolkata (Truck delivery)	3550	3550
Masur Dal	3200	3200

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

Quality	09.09.06
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 - 46.070**

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