

## PULSES DAILY

September 20, 2006

### URAD

#### FUNDAMENTALS

Urad prices slipped in some mandis, which traders see as a correction after recent rise in its prices. Continuing rains in some parts of Maharashtra is still a supportive factor. Figures released by Trade committee in Pulses Conference- 2006 on September 17, 2006 reveals production in 2006-07 would remain higher on year basis. Crop Estimation Committee (CEC) in the conference made downside revision of its estimates for last year crop. CEC estimated the production of urad in the country in 2005-06 at 8.45 lakh ton up against its last year estimate of 10.85 lakh ton, while production of urad for 2006-07 was put at 10.95 lakh ton.

#### Futures Market Commentary

Urad futures opened firm and started falling downward soon after starting of the session. Futures turned red within 10 minutes after opening of the session. But this downward movement did not last long and futures retreated with the same pace getting back into positive territory in a short while. Futures spent most of the day hanging higher into positive territory. Day's high was set near 15.15 hrs. Sharp liquidation was seen in last 10 minutes and futures finally closed the day off Rs 77 at Rs 3490 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 affect the crop yield.

#### TECHNICALS

##### NCDEX -October Contract

Dark candlestick body with small lower shadow depicts strongly bearish dispositions in the market. Prices however, closed significantly above both the 9-days and 18-days EMA. Stochastic oscillator is still moving higher in neutral zone. MACD is running flat into positive territory. RSI is giving clear signal of weakening momentum.



#### Support / Resistances:

| Contract | S1   | S2   | PCP  | R1   | R2   |
|----------|------|------|------|------|------|
| October  | 3410 | 3330 | 3490 | 3632 | 3774 |

#### Trade Recommendation:

Sell NCDEX Desi Urad Oct contract at 3490 with target towards 3470 Second target at 3465. Put SL at 3505.

#### Spot Market Prices of Urad

(Rs/ctl)

| Origin/Grade    | Center | 19.09.06  | 18.09.06  | Change |
|-----------------|--------|-----------|-----------|--------|
| Burma Faq       | Mumbai | 3980-4000 | 3850      | +130   |
| Burma Faq       | Delhi  | 3700      | 3850      | -150   |
| Desi (new Crop) | Akola  | 4051      | 3800-3900 | +150   |

## CHANA

### FUNDAMENTALS

Chana markets observed weak trend. Prices of chana traders feel have increased enough to accommodate immediate bullish factors. Dwindling demand at higher prices weighed on values. People/end-users are turning to other available alternatives like peas and corn etc. Supply of peas at least is not concerning. Big consignments of peas are due ahead. Also, there were rumors of big deal of chickpeas import was inked with Australians in recent. There was nothing to back up these rumors officially.

### Futures Market Commentary

October Chana Futures moved in a zigzag fashion during the day. Futures kept moving around unchanged level in the first half, but featured sharp fall later in the day. Heavy selling in last two hours took futures down to the day's low. October chana futures finished off Rs 66 at Rs 3095 per qtl.

### Price Drivers

#### Bullish

High prices in International Markets  
Festival Season Ahead

#### 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

Formation of 'closing marubozu' with small upper shadow reflects strongly bearish pattern. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator has just made bullish crossover with %d line. MACD is running flat into positive territory. Signal from RSI is clearly bearish.



#### Support / Resistances:

| Contract | S1   | S2   | PCP  | R1   | R2   |
|----------|------|------|------|------|------|
| October  | 3062 | 3029 | 3095 | 3159 | 3223 |

#### Trade Recommendation:

Sell NCDEX Chana Oct contract at 3100 with target of 3075. Second target 3060. Put SL at 3115.

### Spot Market Prices of Chana

(Rs/qttl)

| Origin/Grade   | Center | 19.09.06  | 18.09.06  | Change |
|----------------|--------|-----------|-----------|--------|
| Rajasthan Desi | Delhi  | 3075-3110 | 3050-3100 | -      |
| MP Desi        | Delhi  | 3050-3065 | 3075      | -      |
| Kantewala      | Indore | 3060-3100 | 3070      | -      |
| Mixed          | Akola  | 3125-3130 | 3125-3130 | -      |
| Chapa          | Akola  | 3170-3175 | 3150-3160 | -10    |

## TUR

### FUNDAMENTALS

Tur markets also featured weak trend. Demand for the same reported sluggish in the physical markets. Reports of good moong crop this year in Maharashtra and Rajasthan had bearish impact on its prices. People feel that this year chances of accuracy are higher. Figures being released after onset of kharif harvest, picture apparently is clear to all. Firm prices in the international markets and due festive demand ahead helped checking big fall in its prices in spot markets.

### Futures Market Commentary

October tur futures opened slightly firm, but could not hold fast in to green zone for longer period. Futures turned red with in first 5 minutes and spent rest of the day into negative territory. Futures slithered into narrow range till final hour, but saw sharp fall in the final hour after futures breached psychological support at 2000. October tur futures finally finished the day off Rs 75 at Rs 1952 per qtl.

### Price Drivers

#### Bullish

Lower acreage under kharif tur as again last year

#### Bearish

Likely imposition of stock holding limits by several state governments

Onset of 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

Formation of 'Marubozu' by dark candlestick body shows strongly bearish pattern. Both the 9-days and 18-days EMA remained above price line. %K line is running below %d line. MACD is in positive territory, but tilting downward. RSI is giving signals of weakening momentum.



#### Support / Resistances:

| Contract | S1   | S2   | PCP  | R1   | R2   |
|----------|------|------|------|------|------|
| October  | 1926 | 1901 | 1952 | 2003 | 2055 |

#### Trade Recommendation:

Sell NCDEX Tur Desi Oct contract at 1950 with target towards 1930, second target 1910. Put SL at 1965.

### Spot Market Prices of Tur

(Rs/ctl)

| Origin/Grade    | Center   | 19.09.06  | 18.09.06  | Change |
|-----------------|----------|-----------|-----------|--------|
| Burmese Lemon   | Mumbai   | 1785      | 1800-1825 | -15    |
| Burmese Lemon   | Delhi    | 1900      | 1900-2025 | -      |
| Maharashtra tur | Delhi    | 2000      | 2000      | -      |
| Karnataka tur   | Delhi    | 2200      | NA        | -      |
| Red tur         | Gulbarga | 2100      | 2100      | -      |
| Fatka Dall      | Gulbarga | 3100      | 3000      | +100   |
| Red Tur         | Latur    | 2100      | 2125-2150 | -25    |
| White Tur       | Latur    | 2100-2150 | 2125-2150 | -      |
| Red             | Jalna    | NA        | 1900-2000 | -      |
| White           | Jalna    | 2000-2100 | 2000-2050 | -      |
| BDM             | Jalna    | 2100      | 2100      | -      |

## OTHERS

### Moong

Moong markets observed steady to weak trend. Demand has slowed due to surge in its prices in recent. Harvest in Maharashtra is in last phase, so, rains will unlikely to have major impact on its crop therein. Weather situation is conducive for the fieldwork in Rajasthan.

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

| Origin/Grade | Center | 19.09.06  | 18.09.06  |
|--------------|--------|-----------|-----------|
| Chamki       | Delhi  | 3150-3250 | 3200-3250 |
| Desi         | Indore | 3200-3400 | 3150      |
| Chamki       | Jalna  | 3200-3300 | 2900-3050 |
| Chamki       | Latur  | 3200      | 3050-3150 |
| Chamki       | Akola  | 3100-3200 | 3050-3150 |

### Field Peas

Peas markets observed steady trend. Downside correction in chickpea had bearish impact on peas markets. Further, some big consignments are due ahead from overseas markets in coming weeks.

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

| Center            | 19.09.06  | 18.09.06  |
|-------------------|-----------|-----------|
| Mumbai (Canadian) | 1501      | 1500      |
| Kanpur            | 1670-1675 | 1660-1670 |

### Masoor

Demand remained weak due to higher prices. But prices of other pulses been hovering higher, stockists remained reserve seller of masoor. People still seem optimistic about its promising perspectives in medium to long term.

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

| Center                        | 19.09.06  | 18.09.06  |
|-------------------------------|-----------|-----------|
| Delhi-MP/kota Line            | 2050      | 2050      |
| Delhi- UP/Sikari              | 2750      | 2600-2650 |
| Kanpur local mill delivery    | 2060-2070 | 2070      |
| Kanpur new- Braeilly Delivery | 2120      | 2120      |
| Kanpur- new Malka Dal         | 2250-2270 | 2250      |
| Indore- Masra                 | 1940      | 1960      |
| Indore- Masoor New            | 1930      | 1950      |
| Indore- Medium New            | 1850      | 1950-2050 |

### International Prices

(\$/ton) (CNF 90 days)

| Quality  | 19.09.06 |
|--|----------|
| 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 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- INR/ 1 USD: 46.110**

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