

## PULSES DAILY

September 26, 2006

### URAD

#### FUNDAMENTALS

Sentiments were reported weak in urad markets. Price movements now are dependent upon domestic dynamics. Unofficial sources informed that one rake of urad which was imported by Nafed has reached to Delhi today. Government has directed different agencies to take all possible steps to ensure sufficient supply of essential commodities including pulses during festival season. Further, harvest is progressing well in Uttar Pradesh. Prices in international markets are very high. Private importers will not take chance at current high prices.

#### Futures Market Commentary

NCDEX October Urad futures saw roller-coaster trend during the day. Futures spent most of the day into negative territory. Futures peaked with in 5 minutes after beginning of the session. Futures spent very brief period in the positive territory. Day's low was set at 3601 in the last hour. October Urad futures finally finished the day off Rs 57 at Rs 3622 per qtl.

#### Price Drivers

##### Bullish

High prices in international markets

##### Bearish

Progressing harvest in major producing areas

#### Weather

Weather is favorable for fieldwork in major producing areas. Scattered showers are likely in Madhya Maharashtra and Marathawada.

#### TECHNICALS

##### NCDEX -October Contract

Dark candlestick body has formed 'short day pattern'. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is in overbought zone. RSI also is in overbought zone. MACD is in to positive territory and running flat.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3582	3541	3622	3682	3741

#### Trade Recommendation:

Sell NCDEX Desi Urad Oct contract at 3625 with target towards 3600 Second target at 3585. Put SL at 3640.

#### Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	25.09.06	23.09.06	Change
Burma Faq	Mumbai	4000	NA	-
Burma Faq	Delhi	3900-4150	4200	-50
UP	Delhi	3625-3650	NA	-
Desi (new Crop)	Akola	3400-3600	3600-3900	-
Desi (New Crop)	Gulbarga	3750	Closed	-
Desi (New Crop)	Latur	4000	4050	-50

## CHANA

### FUNDAMENTALS

Sentiments remained firm in Chana markets. Traders said that stock this year has fallen short; otherwise, current prices are enough lucrative at least for small-scale stockists. Industry people has estimated this year end-stock at 1.1 lakh ton compared to 2 lakh ton last year. Acreage under chana is expected to increase in coming year. Analysts feel that probability of farmers switching some acreage from mustard to chana cannot be ruled out. Realization against rapeseed last year has not been good. Further, there is good stock of rapeseed with private traders and govt agency.

### Futures Market Commentary

NCDEX Chana October futures opened slightly firm and posted substantial gains in first 5 minutes. Futures moved up steadily till 13.00 hrs and subsequently got caught in narrow range. Futures peaked to 3298 by 15.45 hrs, but profit booking thereafter pulled futures off the day's high. October chana futures finally finished the day up Rs 70 at Rs 3255 per qtl.

### Price Drivers

#### Bullish

High prices in International Markets  
Festival Season Ahead

#### Bearish

Likely imposition of stock holding limits by Delhi government  
Ongoing harvest of other kharif pulses

### Weather

Rains in some parts of Maharashtra and Karnataka will help replenishing moisture, which will be helpful for its forthcoming crop.

### TECHNICALS

#### NCDEX -October Contract

White candlestick body with 'opening marubozu' shows dominion of bulls right from the opening of the session. Substantial upper shadow shows underlying weakness. 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 running flat into positive territory.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3198	3141	3255	3305	3355

#### Trade Recommendation:

Buy NCDEX Chana Oct contract at 3250 with target of 3275. Second target 3285. Put SL at 3135.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	25.09.06	23.09.06	Change
Rajasthan Desi	Delhi	3275-3280	3200	+75
MP Desi	Delhi	3250	3170	+80
Kantewala	Indore	3180	3100	+80
Mixed	Akola	3170	3140-3150	+20
Chapa	Akola	3200	3180-3185	+15
Gauran	Latur	3150	3100	+50
Annagiri	Latur	3300	3250	+50
G-12	Latur	3200	3200	-
Gauran	Jalna	Closed	NA	-
Pila	Jalna	Closed	NA	-

## TUR

### FUNDAMENTALS

Sentiments remained easy in tur markets. Weather is congenial for crop growth. Stock of domestic crop is good, which industry has estimated at 1 lakh ton by the end of MY 2005-06. Further, this year moong crop is good, which in some areas is good substitute of tur. The only supportive factor this year was reduction in acreage in Karnataka and Andhra Pradesh as was less lucrative compared to other pulses like urad and moong etc. Still production is expected slightly higher at 23.2 lakh ton compared to 23.0 lakh ton last year.

### Futures Market Commentary

NCDEX October tur futures opened firm, but cannot move above its opening price all through the day. Futures kept moving around unchanged level during the day. Sharp fall was seen in the final hour, which took futures down to the day's bottom by end of the day. October tur futures finally finished the day off Rs 37 at Rs 1927 per qtl.

### Price Drivers

#### Bullish

High prices of other available pulses

#### Bearish

Favorable weather situation

Strengthening of INR versus dollar

### Weather

Rains in Andhra Pradesh and some parts of Maharashtra are beneficial for the crop.

### TECHNICALS

#### NCDEX -October Contract

Formation of 'Marubozu' with dark candlestick body confirms continuation of downtrend. Prices closed below both the 9-days and 18-days EMA. %K line is running above %d line. MACD is tilting downward into positive territory. RSI is giving signals of weakening momentum.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1911	1895	1927	1959	1991

#### Trade Recommendation:

Sell NCDEX Tur Desi Oct contract at 1935 with target towards 1915, second target 1905. Put SL at 1945.

### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	25.09.06	23.09.06	Change
Burmese Lemon	Mumbai	1725	1775	-50
Burmese Lemon	Delhi	1850	1850	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	2025	Closed	-
Fatka Dall	Gulbarga	3000	Closed	-
Red Tur	Latur	2000-2050	2100	-50
White Tur	Latur	2075	2125-2130	-50
Red	Jalna	Closed	NA	-
White	Jalna	Closed	NA	-
BDM	Jalna	Closed	NA	-
Vidharpatta	Akola	2000	2000	-
Marathwada	Akola	2025-2030	2020	+5

## OTHERS

### Moong

Moong markets observed slightly firm trend. Harvest is winding up in Maharashtra, where arrivals has started declining. Good arrivals in Rajasthan helped checking big jump in its prices. Demand for the same is reported well for the festival season ahead. Consumption of moong increases in northern and central India near Deepawali.

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

Origin/Grade	Center	25.09.06	23.09.06
Chamki	Delhi	3400	3400
Kekdi	Delhi	3125	3100
Medta	Delhi	3225	3200
Desi	Indore	3000-3300	3250
Chamki	Jalna	Closed	NA
Chamki	Latur	3300	3200
Chamki	Akola	3300	3250

### Field Peas

Field pea markets continued to see steady trend in absence of fresh fundamental news. Regular import has helped improving stock situation. Demand for the same has also been consistent. Mild support came from firm trend in Chana.

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

Center	25.09.06	23.09.06
Mumbai (Canadian)	1501	1501
Kanpur	1640	1660

### Masoor

Trading remained thin in masoor markets. Stock of masoor is short. Demand also is not very good. Retailers seemingly are covered for their short-term requirement. Sowing of masoor is likely to start shortly. Increase in area is likely due good realization by farmers last year.

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

Center	25.09.06	23.09.06
Delhi-MP/kota Line	2050	2050
Delhi- UP/Sikari	2575	2575
Kanpur local mill delivery	2025	2040
Kanpur new- Braeilly Delivery	2090	2100
Kanpur- new Malka Dal	2225	2225
Indore- Masra	1910	1900
Indore- Masoor New	1900	1890
Indore- Medium New	1825	1825
Bahraich-Masoor	2875	2880
Bahraich-Export Chanti	3325	3325
Kolkata (Truck delivery)	3600	3600
Masur Dal	3200-3350	3200-3400

### International Prices

(\$/ton) (CNF 90 days)

Quality	25.09.06
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai Chennai	350
Burmese FAQ new Tur Mumbai/Chennai	NA
Burmese Shwebo Tur Mumbai/Chennai	NA
Tanzania Matwara Tur Mumbai/Chennai,	340-370
Tanzania Arusha Tur Mumbai/Chennai,	380-435
Burmese FAQ Urad Mumbai/Chennai	830
Burmese SQ Urad Mumbai/Chennai	930
Burmese Pedishwa Mung Chennai/Mumbai	620-630
Burmese Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Australian Chickpea Chennai/Mumbai	590-610

### Port Watch

- Mumbai Port is receiving 14,439 MT of pulses from the vessel 'Yaad E Mustafa'. The cargo was loaded from Yangon. Samsara agents is handling the vessel. Mumbai Port is receiving 7,000 MT of pulses from the vessel 'Lion Princes'. The vessel is being handled by Shaan Marine agents. Mumbai Port is receiving 10,000 MT of pulses from the vessel 'Alaba'. Sahi Oretrans agents is handling the vessel.
- 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 rate as on 25.09.06**

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.860
European Union	Euro	58.770
Japan	100 Yen	39.460
United Kingdom	GBP	87.440

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