

PULSES DAILY

September 16, 2006

URAD

FUNDAMENTALS

Urad market remained firm though activity remained limited owing to lower availability of urad at the spot markets. The harvest of urad is round the corner, which continues to pressurise the market sentiments. According to the latest available Agriculture Ministry data, the acreage under kharif pulses has increased marginally year on year. Harvest of urad is round the corner. Arrivals of fresh crop have started and with the increase in the harvesting pace the prices will ease to more comfortable levels. The Desi Urad futures open higher than previous settle and surged up at the early hours of trade. However, the futures remained mostly range bound at the higher levels for the rest of the session and closed with gains. The market is unlikely to witness any major fluctuations in prices.

Futures Market Commentary

Urad futures at the NCDEX extended previous advances further at the early hours if trade following a firm opening. However, the futures traded mostly range bound thereafter.

Price Drivers

Bullish

High prices in international markets
Speculative buying interest at the futures counter

Bearish

Imposition of stock holding limits by several state governments
Onset of harvest in early sown areas

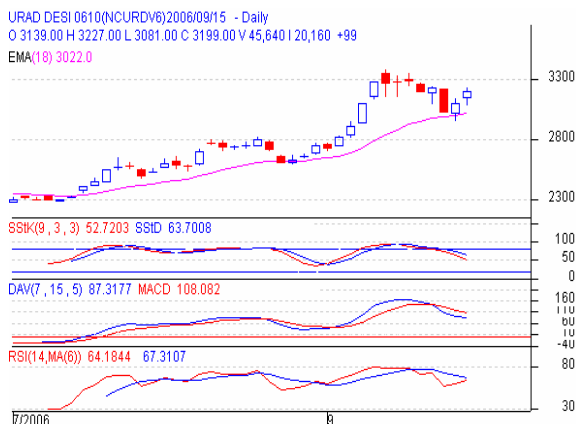
Weather

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

TECHNICALS

NCDEX -October Contract

Candlesticks pattern indicates firm opening and initial uptrend. MACD is moving flat and remain in the positive territory. Stochastic is hinting bearish trade ahead. However, RSI is supporting further uptrend in the market. Urad desi futures counter is likely to remain volatile with initial uptrend.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3032	2961	3199	3276	3333

Trade Recommendation:

Sell NCDEX Desi Urad Oct contract at 3230-3250 with target towards 3175 Second target at 3160. Put SL at 3280.

Spot Market Prices of Urad

(Rs/qrtl)

Origin/Grade	Center	15.09.06	14.09.06	Change
Burma Faq	Mumbai	3650	3650-3700	-
Burma Faq	Delhi	3675-3700	3700	-
Desi (new Crop)	Akola	3650	3550	+100
Desi	Indore	3300	3000-3200	+100

CHANA

FUNDAMENTALS

Chana markets opened firm as a follow through of previous gains. Spot prices were quoted higher than the previous close on bullish cues from the futures market. The market retraced back from Wednesday's huge sell off and continues to trade higher thereafter. At the futures market chana futures traded with a similar fashion, however, some correction was seen at the higher levels. The market traded mostly firm throughout the session, but curbed some gains in late action. However, the futures managed to settle in the positive territory

Futures Market Commentary

Chana Futures at NCDEX started the day with a firm opening and extended the previous advances further. The market remained firm through mid-session. However, profit taking interest at the higher price tags pressurised the futures thereafter. The futures registered some sell-off towards the end.

Price Drivers

Bullish

Depleting stocks

High prices in International Markets

Govt estimation of slightly higher acreage of kharif pulses on year

Bearish

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

Candlesticks pattern indicates steady to weak opening and trend reversal. MACD moving flat in positive territory, while Stochastic are indicating further downtrend. However, RSI is signaling further uptrend. Chana futures are likely to open steady to weak with possibility of trend reversal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	2983	2912	3087	3130	3200

Trade Recommendation:

Sell NCDEX Chana Oct contract at 3090-3100 with target of 3050. Second target 3025. Put SL at 3140.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	15.09.06	14.09.06	Change
Rajasthan Desi	Delhi	3050-3100	3000	+50
MP Desi	Delhi	3050	3000	+50
Kantewala	Indore	3060	2975-3000	+60
Gauran	Jalna	2800-2850	2750	+50
Pila	Jalna	2900-2950	2825	+75
Mixed	Akola	3100	3075	+25
Chapa	Akola	3150	3135	+15

TUR

FUNDAMENTALS

Tur markets remained highly volatile during Friday's trade. The spot market opened firm and prices quoted higher in the morning session. However, in late hours of trade, prices slumped in Delhi and Mumbai, while remained on an average firm in other markets. According to the Ministry of Agriculture, the acreage under tur as on September 8 was 35.14 lakh hectares, lower from 37.23 lakh hectares a year ago. At the futures counter, Desi Tur futures witnessed some uptrend following a weak opening in the morning session, but finished lower in final action.

Futures Market Commentary

Desi Tur futures at NCDEX opened lower than the previous settle. The market remained highly volatile during the initial hours of trade. However, increased selling interest at the higher levels pressurised the futures thereafter and the futures settled in the negative territory.

Price Drivers

Bullish

Concerns of short crop this year
Dry weather in Karnataka
Lower acreage under kharif tur as again last year

Bearish

Imposition of stock holding limits by several state governments
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 -October Contract

Candlesticks pattern indicates steady to weak opening and some initial downtrend. MACD as well as Stochastic are favouring further downtrend. Moreover, RSI is hinting possibility of further downtrend. Market is likely to remain weak on bearish technical outlook.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1949	1916	1997	2069	2110

Trade Recommendation:

Sell NCDEX Tur Desi Oct contract at 2000-2010 with target towards 1975, second target 1950. Put SL at 2040.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	15.09.06	14.09.06	Change
Burmese Lemon	Mumbai	1850	1900	-50
Burmese Lemon	Delhi	1925	2000	-75
Maharashtra tur	Delhi	2250	2300	-50
Karnataka tur	Delhi	NA	2400	-
Red tur	Gulbarga	2100-2500	2100-2500	-
Fatka Dall	Gulbarga	3100	3100	-
Red Tur	Latur	2150	2100	+50
White Tur	Latur	2200	2175	+25
Red	Jalna	2025	2025	-
White	Jalna	2050	2050	-
BDM	Jalna	2100	2075	+25

OTHERS

Moong

Moong markets witnessed a mixed sentiment as prices showed varied movement across different markets. The market failed to generate any further direction in the absence of fresh demand despite poor arrivals. 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	15.09.06	14.09.06
Chamki	Delhi	3100	3100
Desi	Indore	2900	2700
Chamki	Jalna	3100	3000
Chamki	Latur	2950	3000
Chamki	Akola	2700-2900	2700

Field Peas

Peas markets remained mostly steady amidst lethargic trade. Buyers' activities remained limited at the higher price levels. Foreign suppliers are finding Indian market lucrative at this price levels.

Spot Market Prices of Pea (Rs/qrtl)

Center	15.09.06	14.09.06
Mumbai (Canadian)	1550	1550
Kanpur	1660-1670	1630-1635

Masoor

Masoor markets remained mixed as prices quoted lower in Delhi, while it was offered with a higher price tag elsewhere. Increased arrival in Delhi market has pressurised the prices, while increased buying interest supported the prices at other markets.

Spot Market Prices of Masoor (Rs/qrtl)

Center	15.09.06	14.09.06
Delhi-MP/kota Line	2075	2100
Delhi- UP/Sikari	2575	2600
Kanpur local mill delivery	2100	2050
Kanpur new- Braeilly Delivery	2130-2140	2090-2100
Kanpur- new Malka Dal	2300	2250
Indore- Masra	1970	1900
Indore- Masoor New	1950	1900
Indore- Medium New	1885	1800

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

- No latest vessel position is reported on Friday.

Forex- INR/ 1 USD: 46.13

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