

PULSES DAILY

September 22, 2006

URAD

FUNDAMENTALS

Sentiments turned weak in urad markets following reports of good crop in Uttar Pradesh and Madhya Pradesh, where harvest is picking up gradually. Crop Estimation Committee (CEC) during 3rd National Pulses Conference had estimated the pulses output in 2006-07 in Uttar Pradesh at 2.5 lakh ton versus its revised estimated of 1.5 lakh ton last year. According to sources, arrivals in Bundelkhand belt have reached to 10,000 bags daily. Intermittent rains in Maharashtra continued drawing market attention, which has slowed pace of its harvest. Sources informed that traders/millers from Jalgaon (Maharashtra) are actively covering urad from UP belts.

Futures Market Commentary

Urad October futures featured roller coaster trend and spent the whole of its first half in to negative zone. Futures set day's low at 3500 near 12.25 hrs. Substantial gains were posted near 14.00 hrs, which helped futures moving out of negative zone. Futures finally finished the day into positive territory. October urad futures finished up Rs 59 at Rs 3635 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 slow the crop harvest.

TECHNICALS

NCDEX -October Contract

Formation of 'closing Marubozu' with small lower shadow depicts strong bullish disposition. %k line is running above %d line, but both are in overbought zone. MACD is trading below its signal line. RSI also is in overbought zone.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3545	3455	3635	3680	3725

Trade Recommendation:

Buy NCDEX Desi Urad Oct contract at 3630 with target towards 3665 Second target at 3685. Put SL at 3615.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	21.09.06	20.09.06	Change
Burma Faq	Mumbai	NA	4000-4100	-
Burma Faq	Delhi	4100	NA	-
UP	Delhi	3400-3600	NA	-
Desi (new Crop)	Akola	3900	4000	-100
Desi (New Crop)	Gulbarga	3760	3850	-90
Desi (New Crop)	Latur	4000	4150	-50

CHANA

FUNDAMENTALS

There is no fresh fundamental change in chana markets. Confusion over likely imposition of stock limit by Delhi state government kept the market in indecisive mode. Also, buyers are little cautious at current higher prices. Sowing of chana is likely to start in South Maharashtra and some early sown areas of Karnataka, where weather is friendly. Farmers obviously will have higher inclination towards this crop. CEC committee has projected the chana production in Maharashtra and Karnataka in 2006-07 at 5 lakh ton and 4 lakh ton respectively.

Futures Market Commentary

Starting of the October Chana futures was weak. Futures opened low gapping significantly versus previous day closing and bottomed out near 12.05 hrs. Steady up trend thereafter helped futures to move out of this zone just before final hour. Futures eventually ended the day into negative territory. October chana futures finished off Rs 4 at Rs 3141 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

Candlestick body has formed short day pattern and big lower shadow shows underlying strength in the market. Prices closed above both the 9-days and 18-days EMA. Stochastic Oscillator is running above %D line and RSI also is running flat into neutral zone. MACD is in trading in positive territory.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3084	3027	3141	3182	3223

Trade Recommendation:

Buy NCDEX Chana Oct contract at 3140 with target of 3160. Second target 3175. Put SL at 3125.

Spot Market Prices of Chana

(Rs/qttl)

Origin/Grade	Center	21.09.06	20.09.06	Change
Rajasthan Desi	Delhi	3080-3085	3075-3100	-
MP Desi	Delhi	3050	3070	-20
Kantewala	Indore	3025-3030	3050	-20
Mixed	Akola	3100	3100-3110	-
Chapa	Akola	3125-3130	3140	-10
Gauran	Latur	3100	3050	+50
Annagiri	Latur	3250	3250	-
G-12	Latur	3200	3100	+100
Gauran	Jalna	3100	3150	-50
Pila	Jalna	3200	3200	-

TUR

FUNDAMENTALS

Tur markets observed weak trend. Demand was reported sluggish due to higher prices. Weather situation is favorable for the crop. Reports of good moong crop in Rajasthan and Maharashtra this year had marginally negative impact on its prices. Further, consignments of tur are expected to arrive from African countries shortly. According to trade sources, offerings of Matwara grade from Tanzania in recent has been ranging \$340-370 per ton, while for Arusha between 380-435 per ton.

Futures Market Commentary

Tur October futures opened significantly down versus previous closing. Early bullish attempt could not help futures moving out of negative zone. Failing to get out of red zone, futures started falling downward and bottomed out just before noon. Smart retreat was seen soon after, which once for a while took futures up in to positive territory near 14.45 hrs. Futures also again could see this zone later in the session, but could not stay longer in this zone and concluded the day in red. October tur futures finally finished the day off Rs 5 at Rs 1970 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

Candlestick body has formed 'short day' pattern and big shadows on either side reflect indecisiveness in the market. Prices closed below both the 9-days and 18-days EMA. %k line is running below %d line. MACD is moving downward in to positive territory. RSI is running flat in neutral zone..



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1950	1929	1970	1984	1997

Trade Recommendation:

Buy NCDEX Tur Desi Oct contract at 1970 with target towards 1985, second target 1995. Put SL at 1960.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	21.09.06	20.09.06	Change
Burmese Lemon	Mumbai	1700-1725	1700-1725	-
Burmese Lemon	Delhi	1850	NA	-
Maharashtra tur	Delhi	1950	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	2075	2075-2100	-
Fatka Dall	Gulbarga	3050	3100	-50
Red Tur	Latur	2125-2150	2125-2130	-
White Tur	Latur	2125-2150	2150	-
Red	Jalna	1950	1950	-
White	Jalna	2050	2050	-
BDM	Jalna	2100	2100	-
Vidharpatta	Akola	2011-2015	2011-2015	-
Marathwada	Akola	2015	2020-2025	-5

OTHERS

Moong

Production of moong this year is estimated nearly double in Maharashtra on year basis. Also, its production in Rajasthan is estimated at 5 lakh ton, up 1.75 lakh ton compared to 3.25 lakh ton produced last year. Crop situation has not been good enough due to less supportive weather during crucial crop cycle.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	21.09.06	20.09.06
Chamki	Delhi	3400-3500	NA
Kekdi	Delhi	3200	NA
Medta	Delhi	3300	NA
Desi	Indore	3000-3200	3000-3200
Chamki	Jalna	3250-3300	3200
Chamki	Latur	3150	3250
Chamki	Akola	3000-3200	3150-3200

Field Peas

Pea markets continued to see steady trend in absence of fresh fundamental news. Demand for the same has slowed in anticipation of slight fall in its prices with the arrivals of few more consignments by end of this month. Easy trend in chana also had mild bearish impact on its prices.

Spot Market Prices of Pea (Rs/qty)

Center	21.09.06	20.09.06
Mumbai (Canadian)	1501	1501
Kanpur	1640	1660

Masoor

Masoor markets continued to see weak trend. Demand for the festivals also is not very high. Traders said that still there's more than 5 months for the fresh arrival and stock is less. Even sowing of next crop has not yet started. So, stockists are in no hurry.

Spot Market Prices of Masoor (Rs/qty)

Center	21.09.06	20.09.06
Delhi-MP/kota Line	2050	2050
Delhi- UP/Sikari	2575	2650
Kanpur local mill delivery	2040	2060
Kanpur new- Braeilly Delivery	2080-2085	2110-2115
Kanpur- new Malka Dal	2225	2250
Indore- Masra	1910	1940
Indore- Masoor New	1900	1930
Indore- Medium New	1825	1850
Bahraich-Masoor	2880	NA
Bahraich-Export Chanti	3325-3350	NA
Kolkata (Truck delivery)	3600	NA
Masur Dal	3200-3400	NA

International Prices

(\$/ton) (CNF 90 days)

Quality	21.09.06
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	770
Burmese SQ Urad Mumbai/Chennai	830
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 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- 1 USD: INR 45.880

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