

PULSES DAILY

October 03, 2006

URAD

FUNDAMENTALS

Urad markets got support from fresh weather concerns in Maharashtra. There were rains reported in Madhya Maharashtra and Marathwada lines. Since, harvest is in progress in the states, rains at this point of time are not desirable. Traders in Latur however rule out possibility of big jumps in its prices, as counter sale of dall has gone down due to higher prices. Millers also are covering just for their immediate requirement. Since, prices already are high even at the time of harvest, stockists do not see big margin in it. Fundamentals might have been justifying the price trend, but they see purchasing urad at current high prices for stock a very risky proposition.

Futures Market Commentary

NCDEX October Urad futures opened weak and bottomed out in first 15 minutes. Day's low was set at 3357. Futures recovered from this zone in next 25 minutes. Futures thereafter kept hanging into positive territory. Futures reached the day's high at 3432 near 12 noon. October Urad futures finally finished the day up Rs 19 at Rs 3405 per qtl.

Price Drivers

Bullish

High prices in international markets
Likely imposition of VAT in Maharashtra

Bearish

Progressing harvest in major producing areas

Weather

Weather is favorable for fieldwork in Uttar Pradesh. Good rains are likely in some parts of Madhya Maharashtra and Marathwada.

TECHNICALS

NCDEX -October Contract

White candlestick body has formed 'short day' pattern and price closed below both the slow and fast EMAs. Stochastic oscillator is giving bearish signal. MACD is tilting downward, but still trading above its signal line.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3363	3322	3405	3439	3474

Trade Recommendation:

Buy NCDEX Desi Urad Oct contract at 3400 with target towards 3420 Second target at 3435. Put SL at 3385.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	30.09.06	29.09.06	Change
Burma Faq	Mumbai	4050	NA	-
Burma Faq	Delhi	NA	NA	-
UP	Delhi	3200	3200-3400	-
Desi (new Crop)	Akola	3350-3400	3450-3500	-50
Desi (New Crop)	Gulbarga	3650	3750	-100
Desi (New Crop)	Latur	3850-3875	3500-3980	-
Desi (New Crop)	Jalna	3200	Closed	-
Desi (New Crop)	Indore	3000-3400	3300-3350	-

CHANA

FUNDAMENTALS

There was no fresh fundamental change in chana markets. Overseas reports of good crop obviously have put cap on single-minded bullishness in the market. Movement of INR versus US dollar would be crucial in setting domestic prices. In last one month, INR has appreciated nearly Rs 0.60 per USD, which makes difference of more than Rs 35 per qtl at current offerings from Australia.

Futures Market Commentary

NCDEX October Chana futures featured range-bound trading. Futures opened firm, but moved both side of unchanged level during the day. Futures reached the day's peak at 3301 with in 40 minutes after opening of the session. After both sided movement during the day, futures finally closed the day red. October chana futures finished off Rs 12 at Rs 3277 per qtl.

Price Drivers

Bullish

High prices in International Markets
Festival Season Ahead

Bearish

Increased Production in Major Exporting Nations
Strengthening of INR versus dollar

Weather

Rains are expected some parts of Maharashtra, Telangana, and Gujarat, which will be beneficial for the forthcoming crop.

TECHNICALS

NCDEX -October Contract

Dark candlestick body has formed short day pattern. Prices closed above both the 9-days and 18-days EMA. %k line is running below %d line, but both are in overbought zone. MACD is running flat into positive territory. RSI is giving bearish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3268	3258	3277	3295	3310

Trade Recommendation:

Buy NCDEX Chana Oct contract at 3275 with target of 3295. Second target 3310. Put SL at 3260.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	30.09.06	29.09.06	Change
Rajasthan Desi	Delhi	3275-3280	3250-3300	-
MP Desi	Delhi	3260	3230-3270	-
Kantewala	Indore	3150-3160	3100-3115	+35
Mixed	Akola	3225	3200	+25
Chapa	Akola	3250	3225	+25
Gauran	Latur	3000	3000	-
Annagiri	Latur	3250	3200-3250	-
G-12	Latur	3100-3150	3100	-
Gauran	Jalna	3200	Closed	-
Pila	Jalna	3250	Closed	-

TUR

FUNDAMENTALS

Sentiments remained weak in tur markets. Weather situation is favorable for the crop, while Demand remained sluggish in the domestic markets. Arrivals of fresh containers from Tanzania (white grade) are expected start from next week. So, buyers/millers are in no hurry. Harvest of desi tur will start in Karnataka by end of November. According to industry estimate, production of tur this year is expected to reach to 23.2 lakh ton, up against 23.0 lakh ton last year.

Futures Market Commentary

NCDEX October Tur futures opened steady and stayed in negative territory in first 40 minutes. There was strong support at 1862, which also was bottom price set near 10.25 hrs. Futures peaked to 1889 before 11.00 hrs. Futures again fell into negative zone in the last hour, but did not stay there for longer period. October tur futures finally closed the day up Rs 7 at Rs 1877 per qtl.

Price Drivers

Bullish

High prices of other available pulses

Bearish

Due import from Africa

Strengthening of INR versus dollar

Weather

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

TECHNICALS

NCDEX -October Contract

Formation of 'spinning top' pattern by white candlestick body shows indecisiveness in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is in oversold zone. MACD has just fallen into negative territory and moving further downward. RSI is indicating at regaining momentum.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1863	1849	1877	1890	1903

Trade Recommendation:

Sell NCDEX Tur Desi Oct contract at 1880 with target towards 1865, second target 1850. Put SL at 1890.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	30.09.06	29.09.06	Change
Burmese Lemon	Mumbai	1700-1725	1700-1725	-
Burmese Lemon	Delhi	1950	1950	-
Maharashtra tur	Delhi	2100	2100	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1900	2000	-100
Fatka Dall	Gulbarga	2850	2900	-50
Red Tur	Latur	2075	2070	+5
White Tur	Latur	2050	2025-2050	-
Red	Jalna	1925	Closed	-
White	Jalna	2000	Closed	-
BDM	Jalna	NA	Closed	-
Vidharpatta	Akola	1965	1975	-10
Marathwada	Akola	1970	1980	-10

OTHERS

Moong

Moong markets observed firm trend. Demand for the same is good for festivals ahead. Harvest is nearing completion in Maharashtra and almost completed in Karnataka. So, rains in some parts of Maharashtra will unlikely to have big impact on its crop. Offerings for the same in international markets are only for bold grade.

Spot Market Prices of Moong (Rs/qtl)

Origin/Grade	Center	30.09.06	29.09.06
Chamki	Delhi	NA	NA
Kekdi	Delhi	3300	3250
Medta	Delhi	3375-3400	3350
Desi	Indore	3400-3425	3300
Chamki	Jalna	3200-3300	Closed
Chamki	Latur	3200-3250	3100-3250
Chamki	Akola	3200-3225	3150-3200

Field Peas

Field pea markets continued to see weak trend due to increased offerings for the coming cargos in Mumbai. Sources informed that all the produce from Ukraine has already been sold out, while quotes for the due consignments from Canada are ranging Rs 1425-1450 per qtl.

Spot Market Prices of Pea (Rs/qtl)

Center	30.09.06	29.09.06
Mumbai (Canadian)	1475	1500
Kanpur	1640	1631-1641

Masoor

Sowing of masoor is to start soon after 'Dusshera'. Traders in Bahraich are not expecting significant expansion in its acreage despite good realization of last year crop. Sources informed that farmers are in this belt are gradually switching to other lucrative crop like sugarcane.

Spot Market Prices of Masoor (Rs/qtl)

Center	30.09.06	29.09.06
Delhi-MP/kota Line	2050	2025
Delhi- UP/Sikari	2600	2600
Kanpur local mill delivery	1990-2000	2000
Kanpur new- Braeilly Delivery	2080-2090	2080
Kanpur- new Malka Dal	2200-2225	2200-2225
Indore- Masra	1890	1860
Indore- Masoor New	1880	1850
Indore- Medium New	1800	1800
Bahraich-Masoor	3000	2950-3000
Bahraich-Export Chanti	3350	3350
Kolkata (Truck delivery)	3700	3700
Masur Dal	3200-3400	3200-3400

International Prices

(\$/ton) (CNF 90 days)

Quality	30.09.06
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,	340-350
Tanzania Arusha Tur Mumbai/Chennai,	400
Burmese FAQ Urad Mumbai/Chennai	830
Burmese SQ Urad Mumbai/Chennai	930
Burmese Pedishwa Mung Chennai/Mumbai	650
Burmese Anneshwar Mung Mumbai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Chinese above 3.5 mm grade Chennai	750-760
Australian Chickpea Chennai/Mumbai	630

Port Watch

- Mumbai Port is receiving 14,439 MT of pulses from the vessel 'Yad E Moustafa'. 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 continuing at Kolkata Port from the vessel 'Stefanis'. B Ghose agents is handling the vessel.

Forex rate as on 30.09.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.960
European Union	Euro	58.250
Japan	100 Yen	38.891
United Kingdom	GBP	86.010

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