

## PULSES DAILY

October 28, 2006

### URAD

#### FUNDAMENTALS

Sharp fall was noticed in urad markets due to sustained lack of demand. According to traders, millers are encountering problem in retailing dall at higher prices, so, buying from actual users/millers have simply gone down. Sowing of Rabi crop has also been completed in most areas. Traders are expecting significant increase in acreage due to good prices of kharif consecutively for the second year. Prices this year too are high in international markets.

#### Futures Market Commentary

November urad futures opened weak and fell steadily all through the day. Futures peaked in first 10 minutes, but could not even touch the unchanged level. Sharp selling was seen in last 30 minutes. Futures bottomed out just before closing. Retreat in last 10 minutes could not help much. Futures finally culminated the day into negative territory. November urad futures finished off Rs 90 at Rs 3635 per qtl.

#### Price Drivers

##### Bullish

High prices in international markets  
Short supply in domestic markets

##### Bearish

Low demand of Dall at higher prices

#### Weather

Mainly dry weather is expected over urad producing regions, which will help in its harvest.

#### TECHNICALS

##### NCDEX -November Contract

Big dark candlestick body depicts bulls loosing ground. Prices closed significantly below both the 9-days and 18-days EMA. %k line has made bearish crossover with %d line. MACD is trending above its signal line, but is tilting downward. RSI also is giving clear bearish signals.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Nov	3590	3544	3635	3703	3770

#### Trade Recommendation:

Risk-lovers can short near 3640 with target towards 3620. Second target 3600. Put SL at 3650.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	27.10.06	26.10.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3500	3500	-
Maharashtra Desi	Delhi	4000	4000	-
Desi (new Crop)	Akola	3700	3800	-100
Desi (New Crop)	Gulbarga	3750	3750	-
Desi (New Crop)	Latur	3740-3750	3950	-200
Desi (New Crop)	Jalna	3500-3600	3500-3600	-
Desi (New Crop)	Indore	3300-3700	3300-3700	-

## CHANA

### FUNDAMENTALS

Sentiments weakened in chana markets, as buying dried at higher prices. Reports of one big consignment due in early November caused panic among people having long positions in the futures market. There has not been any official confirmation to back up such reports. Sowing of chana has been almost completed in early sown areas, where weather is congenial for the crop.

### Futures Market Commentary

NCDEX November chana futures opened firm and swung higher into green zone by 13.00 hrs. Futures reached the top today at 3154 by 12.00 noon, but steady selling soon after took futures down into red zone by 13.00 hrs. Futures traded in negative zone for most of time in remaining session. Sharp selling was seen in last hours, which took futures deep down. November chana futures finished off Rs 83 at Rs 3041 per qtl.

### Price Drivers

#### Bullish

Restricted selling by stockists

#### Bearish

Increased production in major exporting nations

Due import of Chana ahead

### Weather

Weather is mainly dry in chana producing belts, which is good for fieldwork.

### TECHNICALS

#### NCDEX -November Contract

'Bearish engulfing' pattern confirms downward reversal in trend. Both the 9-days and 18-days EMA remained above price-line. % k line is running below %d line, but is very close to oversold zone. MACD has just made centerline crossover validating reversal in trend. RSI also is falling downward.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3003	2966	3041	3116	3192

#### Trade Recommendation:

Short NCDEX Chana Nov contract at 3045 with target of 3020. Second target 3005. Put SL at 3060.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	27.10.06	26.10.06	Change
Rajasthan Desi	Delhi	3100	3125	-25
MP Desi	Delhi	3080	3100	-20
Kantewala	Indore	3050	3050-3075	-
Desi	Kanpur	3175-3180	3175	-
Mixed	Akola	2950	2975	-25
Chapa	Akola	3025	3050	-25
Gauran	Latur	2850	2900	-50
Annagiri	Latur	3000	3000	-
G-12	Latur	2900	3000	-100
Gauran	Jalna	2950	2950	-
Pila	Jalna	3000	3000	-

## TUR

### FUNDAMENTALS

Tur markets continued to see lack luster trading. Weakness in other pulses like Urad, moong chana etc had bearish impact on the market. Weather is little concerning in north Karnataka say traders, where one splash is needed before harvest, which is due next month. Stock of the same is good, so, millers remained passive buyers. Traders are expecting tur production to remain above 23 lakh ton this year.

### Futures Market Commentary

NCDEX November tur futures opened weak and set out moving down soon after opening of the session. Futures spent whole day into negative territory. This downtrend slowed near 12.30 hrs and futures slithered in narrow range in next 3 hrs. Sharp selling was seen near 15.30 hrs, which persisted till late in the session. Futures bottomed out near 16.40 hrs and finished the day red. November tur futures settled off Rs 50 at Rs 1820 per qtl.

### Price Drivers

#### Bullish

Restricted selling by stockists

#### Bearish

Due harvest ahead

Favorable weather for crop

### Weather

Weather is favorable for crop growth, which is in flowering/pod setting stage.

### TECHNICALS

#### NCDEX -November Contract

Dark candlestick body with small upper shadow reflects dominion of bulls right from the opening. Prices closed below both the 9-days and 18-days EMA. %K line is running below %d line and is falling further downward. MACD is in negative territory and trending below its signal line.



#### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	1795	1769	1820	1857	1893

#### Trade Recommendation:

Short NCDEX Tur Desi Nov contract near 1825 with target towards 1800, second target 1780. Put SL at 1845.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	27.10.06	26.10.06	Change
Burmese Lemon	Mumbai	1641	1651	-10
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1925	1925	-
Fatka Dall	Gulbarga	2850	2850	-
Red Tur	Latur	1970	2000	-30
White Tur	Latur	1900	1900-1950	--
Red	Jalna	1700-1750	1700-1750	-
White	Jalna	1800	1800	-
BDM	Jalna	NA	1850-1875	-
Vidharpatta	Akola	1885	1890	-5
Marathwada	Akola	1890	1900	-10

## OTHERS

### Moong

Sentiments weakened in moong markets due to sustained lack of demand. Although supply is narrowing in major producing areas, demand also is not very aggressive. Harvest of the same is progressing in Rajasthan and likely to start shortly in some areas of Gujarat.

#### Spot Market Prices of Moong

(Rs/qtt)

Origin/Grade	Center	27.10.06	26.10.06
Kekdi/kishangarh (Raj)	Delhi	3400	3400
Medta (Raj)	Delhi	3450	3450-3500
Desi	Indore	3500	3500
Chamki	Jalna	3350	3400
Chamki	Latur	3150	3200
Chamki	Akola	3200	3150-3200

### Field Peas

Further ease was seen in peas prices following reports of big consignments due at different ports shortly. Importers this year are inclined towards peas, as its long-term perspectives are still promising. Ease in trend in chana markets had additional bearish impact on peas prices.

#### Spot Market Prices of Pea

(Rs/qtt)

Center	27.10.06	26.10.06
Mumbai (Canadian)	1325-1340	1341
Kanpur	1600	1600

### Masoor

Masoor markets featured steady trend. Sowing of the same has started in Barabanki, Gonda, Bahraich, Lakhimpur, Bhairva, Balrampur. Though traders do no rule out gradual shifting of farmers to other lucrative options like sugarcane, majority farmers yet are inclined towards this crop. In fact export of the same has increased significantly in recent years for example lentil export crossed 1.5 lakh ton in 2005-06 versus 1.36 lakh ton in 2004-05. Now, if production remains good in rabi season, traders believe that govt might lift embargo on pulses export.

#### Spot Market Prices of Masoor

(Rs/qtt)

Center	27.10.06	26.10.06
Delhi-MP/kota Line	1950	1950
Delhi- UP/Sikari	2600	2600
Kanpur local mill delivery	2000	2000
Kanpur new- Braeilly Delivery	2040	2040
Kanpur- new Malka Dal	2200	2200
Indore- Masra	1840	1840
Indore- Masoor New	1830	1830
Indore- Medium New	1750	1750
Bahraich-Masoor	3100	3000
Bahraich-Export Chanti	3500-3550	3375
Kolkata (Truck delivery)	3900	3850
Masur Dal	3300-3500	3400

### International Prices

(\$/ton) (CNF 90 days)

Quality	27.10.06
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,	350
Tanzania Arusha Tur Mumbai/Chennai,	385
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	650

### Port Watch

- Vessel 'Evgeniy Vasilyev' has arrived at Mumbai port. Vessel is carrying 5,277 ton of Pulses. Aditya Marine Ltd is handling this vessel. Vessel 'Kang Qiang' is expected to arrive at Mumbai port on October 29, 2006. Vessel will be carrying 49310 MT of peas. Sahi Oretrans P. Ltd will be handling this vessel.
- 'Lissa Topic' has arrived at Kolkata port. Vessel is carrying 39,383 MT of peas. Vessel 'Saratoga' has arrived at Kolkata port to discharge peas. Vessel 'Abeer' has arrived at Kolkata port to discharge 21285 MT of peas.

### **Forex rate as on 27.10.06**

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.220
European Union	Euro	57.340
Japan	100 Yen	38.180
United Kingdom	GBP	85.490

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