

PULSES DAILY

October 07, 2006

URAD

FUNDAMENTALS

Apprehensions are high at higher prices in urad markets, but short arrivals in Maharashtra kept the bulls in high spirit. Price-sensitivity is the only limiting factor, otherwise there's literally nothing to curb bullish dispositions in the market. Weather situation has not been friendly in the Maharashtra. Intermittent rains are feared to have affected the quality of good percentage of production in the state. Prices also are running high into international markets.

Futures Market Commentary

NCDEX October urad futures opened firm gapping significantly versus previous day closing and further posted big gains soon after opening. Futures spent whole day into positive territory. Futures reached the day's high at 3990 by 11.20 hrs. Futures shed these big gains later in the session, but did not fall below 3900 levels during the entire session. October futures eventually ended the day up Rs 81 at Rs 3941 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Progressing harvest in major producing areas
Dwindling demand of Dall

Weather

Rains are likely at some place over south Madhya Maharashtra and isolated in Marathawada. Weather will be mainly dry over the rest urad producing region.

TECHNICALS

NCDEX -October Contract

'Opening marubozu' formation by white candlestick body shows dominion of bulls right from the opening of the session. Candlestick body has formed 'short day pattern'. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is moving upward, but is very close to overbought zone. MACD is running into positive territory. RSI is in overbought zone.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Oct	3887	3832	3941	3993	4044

Trade Recommendation:

Highly risky market. Risk-lovers can long near 3935 with target towards 3960. Second target 3975. Put SL at 3920.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	06.10.06	05.10.06	Change
Burma Faq	Mumbai	3950-4000	3800-3900	+50
Burma Faq	Delhi	3750-3800	3750-3800	-
UP Desi	Delhi	3300-3400	3300-3400	-
Maharashtra Desi	Delhi	4100	4100	-
Desi (new Crop)	Akola	3600-3800	3700-3750	-
Desi (New Crop)	Gulbarga	3850	3800	+50
Desi (New Crop)	Latur	3970-3975	3950	+20
Desi (New Crop)	Jalna	3850-3900	3800-3875	-
Desi (New Crop)	Indore	3500-4000	3800	-

CHANA

FUNDAMENTALS

Chana markets featured range-bound trading. People also are nervous at higher prices of chana. Stock might be short in domestic markets this year, but traders feel that prices have appreciated enough to account for this factor. Also, there were reports in the market about likely imposition of stock limit by Delhi government. Also, reports suggesting good import in last quarter continued weighing on values.

Futures Market Commentary

NCDEX October chana futures opened slightly firm versus previous closing, but posted big gains in next 15 minutes. This upwardly movements continued by 12.15 hrs when futures reached the day's high at 3299. Small-scale profit booking was seen near this level, but there was strong support at 3265, which futures could infringe in the final hour. October futures finally closed the day up Rs 15 at Rs 3254 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

Isolated rains expected in some parts of Maharashtra and South Gujarat will be beneficial for the forthcoming crop.

TECHNICALS

NCDEX -October Contract

'Doji' formation by candlestick body shows indecisiveness in the market, while big upper shadow is giving bearish signal. Stochastic oscillator is running below %d line and falling further southward. RSI however is giving bullish signal. MACD is in positive territory, but tilting downward.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3230	3205	3254	3289	3323

Trade Recommendation:

Sell NCDEX Chana Oct contract at 3260 with target of 3235. Second target 3225. Put SL at 3275.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	06.10.06	05.10.06	Change
Rajasthan Desi	Delhi	3225-3235	3235-3240	-
MP Desi	Delhi	3200	3175-3190	+10
Kantewala	Indore	3150	3125-3130	+20
Mixed	Akola	3200	3175	+25
Chapa	Akola	3250	3200	+50
Gauran	Latur	3100	3100-3150	-50
Annagiri	Latur	3250	3300	-50
G-12	Latur	3150	3200	-50
Gauran	Jalna	3100	3150	-50
Pila	Jalna	3150	3200	-50

TUR

FUNDAMENTALS

Tur markets continued to see weak trend. Demand goes down with appreciation of prices. Weather situation is favorable for crop and stock is good. Crop is in flowering stage in Karnataka and Maharashtra. Also, imported cargos are reaching at Indian ports. So, eventual pressure is on stockists. Gains in urad and moong prices to some helped checking big fall in its prices.

Futures Market Commentary

NCDEX October tur futures opened weak, but recovered from this territory within 5 minutes after opening of the session. Futures reached to the day's high at 1992 in next 30 minutes. Futures could not hold fast in this territory for the longer period. Futures turned red by 12.45 hrs and spent rest of the day into negative zone. October tur futures finally ended the day off Rs 39 at Rs 1901 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 north interior Karnataka are beneficial for the crop.

TECHNICALS

NCDEX -October Contract

Formation of 'Inverted hammer' by candlestick body is giving bearish signal. Prices closed below both the 9-days and 18-days EMA. %k is running above %d line in the neutral zone. MACD is running flat into negative territory. RSI also is giving clear bearish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1871	1840	1901	1962	2022

Trade Recommendation:

Sell NCDEX Tur Desi Oct contract at 1901 with target towards 1880, second target 1871. Put SL at 1915.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	06.10.06	05.10.06	Change
Burmese Lemon	Mumbai	1711-1721	1681	+30
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1975	1950	+25
Fatka Dall	Gulbarga	2950	2950	-
Red Tur	Latur	2060	2025-2030	+30
White Tur	Latur	2025-2030	2030	-
Red	Jalna	1850	1850	-
White	Jalna	1900	1950	-50
BDM	Jalna	2000	2000	-
Vidharpatta	Akola	1970	1975	-5
Marathwada	Akola	1975	1980	-5

OTHERS

Moong

Moong markets continued to see bullish trend. Prices kept appreciating on good festival demand. Rains in Maharashtra had not much impact on moong therein as harvest has mostly been done. Harvest in some areas of Shekhavati has started, but will pick up within a fortnight or so.

Spot Market Prices of Moong		(Rs/qtt)	
Origin/Grade	Center	06.10.06	05.10.06
Chamki (Mah)	Delhi	3500	3500
Kekdi (Raj)	Delhi	3400-3450	3375
Medta (Raj)	Delhi	3550	3450
Desi	Indore	3300-3600	3300-3500
Chamki	Jalna	3450-3500	3400
Chamki	Latur	3350	3100-3200
Chamki	Akola	3000-3300	3325

Field Peas

Peas markets observed mixed trend. Increased availability of imported peas exerted mild pressure on desi cargos as well. Slight ease was seen in its prices in northern India. Demand however remained consistently good in domestic markets.

Spot Market Prices of Pea		(Rs/qtt)	
Center		06.10.06	05.10.06
Mumbai (Canadian)		1401	1401-1411
Kanpur		1625	1640

Masoor

Prices of Chotti masoor continued to hover high. Reason obviously is its short stock. Though millers in Gorakhpur, Bahraich and Lakhimpur are sourcing the same from Nepal, importers informed that stock there also is not more than 50,000 qtls this year, which usually remains 1.0-1.25 lakh qtls.

Spot Market Prices of Masoor		(Rs/qtt)	
Center		06.10.06	05.10.06
Delhi-MP/kota Line		2125	2125
Delhi- UP/Sikari		2750	2750
Kanpur local mill delivery		2025	2030
Kanpur new- Braeilly Delivery		2100	2100
Kanpur- new Malka Dal		2225	2225-2230
Indore- Masra		1850	1860
Indore- Masoor New		1840	1850
Indore- Medium New		1750	1775
Bahraich-Masoor		3050-3100	3050-3100
Bahraich-Export Chanti		3400	3400
Kolkata (Truck delivery)		3900	3900
Masur Dal		3200-3400	3200-3400

International Prices

(\$/ton) (CNF 90 days)

Quality	05.10.06
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,	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

- Kolkata Port is receiving 21,400 MT of peas from the vessel 'Suthathip Naree'. B Ghose 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.
- 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.

Forex rate as on 06.10.06

Country/ Continent	Currency	Value In Rupees
USA	Dollar	45.610
European Union	Euro	57.850
Japan	100 Yen	38.630
United Kingdom	GBP	85.540

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