

PULSES DAILY

October 11, 2006

URAD

FUNDAMENTALS

Urad markets featured thin trading. Traders blame higher prices for the reduced trading. Also, trading activities have slowed due to low demand from Tamilnadu, where local bodies elections are due on on October 13 and 15. Tamilnadu is the major consumption hub for urad. Overall retail demand for dall remained low due to higher prices. Demand for the urad was reported weak in UP lines, where purchase from the Maharashtra millers has slowed in past 2 days. Also, sources informed that small harvest is due in Chandausi line, which will be reaching mandis by early next week.

Futures Market Commentary

NCDEX November Urad futures opened slightly high and posted good gains in first 45 minutes. But there was strong resistance at 3825, which futures could not breach through the day. Futures reached to this level 10.45 hrs, but did not touch this level again in the remaining session. Futures however kept hanging higher during the rest of the session and did not fall below 3770. November urad futures finally finished the day up Rs 92 at Rs 3782 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Progressing harvest in major producing areas

Dwindling demand of Dall

Weather

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

TECHNICALS

NCDEX -November Contract

White candlestick body has formed short day. Relatively big upper shadow shows weak upside potential. Both the 9-days and 18-days EMA remained below price-line. Both %k and %d line are in overbought zone. MACD is running flat into positive territory. RSI also is in overbought zone.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Nov	3723	3664	3782	3833	3884

Trade Recommendation:

Highly risky market. Risk-lovers can short near 3790 with target towards 3765. Second target 3745. Put SL at 3810.

Spot Market Prices of Urad

(Rs/ctl)

Origin/Grade	Center	10.10.06	09.10.06	Change
Burma Faq	Mumbai	3950	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3400	3400	-
Maharashtra Desi	Delhi	4100	4100	-
Desi (new Crop)	Akola	3700-3800	3700	-
Desi (New Crop)	Gulbarga	3850	3800-3850	-
Desi (New Crop)	Latur	3950	4000	-50
Desi (New Crop)	Jalna	3600-3800	3750	-
Desi (New Crop)	Indore	3800	3700	+100

CHANA

FUNDAMENTALS

Chana markets saw range-bound trading. Some feel that markets are overdone against bearish reports from overseas markets, while others find this downwardly movements rational. Demand remained weak at higher prices. Retailers seemingly are covered against festive demand. Further, appreciating INR versus dollar has made imports more lucrative. Eventually, markets were tilted in favor of bears.

Futures Market Commentary

NCDEX November Chana futures opened weak and bottomed out within first 5 minutes after opening of the session. Smart retreat was seen in next 10 minutes and futures made entry into positive territory. Futures set the days high at 3212 by 11.40 hrs. Futures kept rolling into positive territory for rest of the day, but eventually closed below psychological mark of 3200. November chana futures finished up Rs 13 at Rs 3179 per qtl.

Price Drivers

Bullish

Festival Season Ahead

Bearish

Increased Production in Major Exporting Nations

Strengthening of INR versus dollar

Weather

Dry weather in early sown areas is congenial for fieldwork.

TECHNICALS

NCDEX -November Contract

Formation of 'Spinning top' pattern reflects indecisiveness in the market. Prices closed below both the 9-days and 18-days EMA. MACD is in positive territory and leaning downward. %k line is running below %d line, while RSI is giving bullish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3141	3104	3179	3214	3250

Trade Recommendation:

Sell NCDEX Chana Nov contract at 3180 with target of 3150. Second target 3135. Put SL at 3195.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	10.10.06	09.10.06	Change
Rajasthan Desi	Delhi	3100-3115	3175	-60
MP Desi	Delhi	3100	3150-3160	-50
Kantewala	Indore	3060-3065	3090-3100	-25
Mixed	Akola	3050	3200	-150
Chapa	Akola	3100	3225	-125
Gauran	Latur	3050-3100	2900	+150
Annagiri	Latur	3300	3100	+200
G-12	Latur	3200-3250	3000	+200
Gauran	Jalna	3050	3050	-
Pila	Jalna	3100	3100	-

TUR

FUNDAMENTALS

Sentiments remained weak in tur markets. Firm trend in other pulses like urad and moong has helped checking fall in its prices. Otherwise, carry forward stock of last year crop is good. Production this year further is expected to remain slightly high on year basis. Domestic harvest will start by end of November. Meanwhile, import from the African countries will keep its supply more consistent.

Futures Market Commentary

NCDEX November Tur futures saw roller-coaster trend during the day. Opening of the contract was weak, but futures managed to recover from the negative territory within 10 minutes after opening of the session. Futures reached the days high at 1909 by 10.20 hrs. Futures did not touch this level again. Futures spent most of the time in the negative territory during second half. November tur futures finally finished the day off Rs 3 at Rs 1889 per qtl.

Price Drivers

Bullish

High prices of other available pulses

Bearish

Due import from Africa

Weather

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

TECHNICALS

NCDEX -November Contract

Candlestick body has formed 'gravestone doji'. Big upper shadow shows bearishness in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator has just made bearish crossover with its signal line. MACD is running flat into negative territory. RSI also is giving bearish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	1880	1865	1896	1910	1925

Trade Recommendation:

Sell NCDEX Tur Desi Nov contract near 1895 with target towards 1880, second target 1870. Put SL at 1905.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	10.10.06	09.10.06	Change
Burmese Lemon	Mumbai	1675	1690	-15
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1950-1975	1950-1975	-
Fatka Dall	Gulbarga	2950	2950	-
Red Tur	Latur	2000-2025	2025-2050	-
White Tur	Latur	2000	2000	-
Red	Jalna	1850	1850	-
White	Jalna	1900-1925	1900-1925	-
BDM	Jalna	2000	2000	-
Vidharpatta	Akola	1880	1925	-45
Marathwada	Akola	1880	1925	-45

OTHERS

Moong

Moong markets continued to see firm trend. Weather is good for fieldwork in Rajasthan, where harvest is in progress. Arrivals in the state totaled at 20000 bags. Production this year was estimated at 5 lakh ton. Harvest in northeastern Rajasthan will pick up by Deepawali only.

Spot Market Prices of Moong

(Rs/qtt)

Origin/Grade	Center	10.10.06	09.10.06
Chamki (Mah)	Delhi	NA	NA
Kekdi/kishangarh (Raj)	Delhi	3300-3325	3300-3325
Medta (Raj)	Delhi	3400-3425	3400-3425
Desi	Indore	3600	3600
Chamki	Jalna	3450	3440-3450
Chamki	Latur	3350	3350
Chamki	Akola	3325	3350-3360

Field Peas

Peas markets continued to see steady to weak trend. Sowing of the same has started in some areas of Uttar Pradesh and Bihar. Slight increase in its acreage is likely due to good prices in the market.

Spot Market Prices of Pea

(Rs/qtt)

Center	10.10.06	09.10.06
Mumbai (Canadian)	1401	1411-1421
Kanpur	1600	1600

Masoor

Masoor markets observed weak trend. According to traders, demand for the same has been low in eastern regions due to higher prices and increased availability of cheaper peas. Further, sources informed that stock of 'motti masoor' is sufficient.

Spot Market Prices of Masoor

(Rs/qtt)

Center	10.10.06	09.10.06
Delhi-MP/kota Line	2050	2100
Delhi- UP/Sikari	2750	2750
Kanpur local mill delivery	2000	2000
Kanpur new- Braeilly Delivery	2070	2070-2075
Kanpur- new Malka Dal	2200-2225	2200
Indore- Masra	1825	1850
Indore- Masoor New	1815	1840
Indore- Medium New	1750	1750
Bahraich-Masoor	3100	3100
Bahraich-Export Chanti	3400	3400
Kolkata (Truck delivery)	3900	3900
Masur Dal	3400	3400

International Prices

(\$/ton) (CNF 90 days)

Quality	10.10.06
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 'Yaad 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 10.10.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.740
European Union	Euro	57.650
Japan	100 Yen	38.450
United Kingdom	GBP	85.490

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