

PULSES DAILY

October 31, 2006

URAD

FUNDAMENTALS

Since, urad harvest is in its last phase in most of the producing areas and most of the produce is believed to have come in the possession of stockists, traders do not see many reasons for big ease in its prices. The only limiting factor is price-sensitivity of Indian markets. Also, there were reports of fresh purchase emerging after recent ease last weekend. Importing urad at current high prices obviously is not a safe proposition; so, markets dynamics will depend upon domestic SND situation.

Futures Market Commentary

NCDEX November urad futures were highly volatile in the opening, but got stable after initial 35 minutes of haphazard trading. Futures moved both side of unchanged level in narrow range till 12.45 hrs. Futures posted big gains in subsequent session. Futures reached the days' high at 3719 just before closing. November Urad futures finished the day up Rs 174 at Rs 3715 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 kharif urad producing regions. Rains in AP will be beneficial for upcoming crop.

TECHNICALS

NCDEX -November Contract

Candlestick body has formed bullish breakaway pattern. Negligible upper shadow shows high bullish tilt of the market. Prices closed above both 9-days and 18-days EMA. %K is running above %d line and is very close to oversold zone. MACD also is moving downward and is very close to zero line.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Nov	3588	3460	3715	3781	3846

Trade Recommendation:

Risk-lovers can buy near 3700 with target towards 3735. Second target 3750. Put SL at 3685.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	30.10.06	28.10.06	Change
Burma Faq	Mumbai	3790	NA	-
Burma Faq	Delhi	Closed	NA	-
UP Desi	Delhi	Closed	3500	-
Maharashtra Desi	Delhi	Closed	4000	-
Desi (new Crop)	Akola	3500-3600	3700	-100
Desi (New Crop)	Gulbarga	3750	3750	-
Desi (New Crop)	Latur	3950	3960-3970	-10
Desi (New Crop)	Jalna	3500-3600	3500	-
Desi (New Crop)	Indore	3200-3500	3200-3600	-

CHANA

FUNDAMENTALS

Trading in Delhi was affected due to calls for *Bandh* by traders in protest against '*Sealing*'. Markets seemingly are overdone against fundamentals. Stockists are in no mood to cut premium over immediate shortage. Bearing in mind lean season ahead, traders are not expecting big ease in its prices in near term. Even Delhi govt could not dig out much in pursuit to stock-limit on pulses, which was imposed in early October. Unless any big consignment reaches at Indian ports, its prices may remain sticking higher.

Futures Market Commentary

NCDEX November chana futures also were very volatile and moved in wide range in the initial 10 minutes. Futures moved in irregular fashion later. There was strong support at 2955, which futures breached for a while near 12.25 hrs. Futures spent second half into positive territory. November Chana futures finished the day up Rs 55 at Rs 3044 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

Formation of 'dragon fly' implies low downside potential. Big lower shadow shows return of command to the bulls before closing. Prices still closed below both the 9-days and 18-days EMA. %k line is running below %d line and both are in oversold zone. MACD is in negative territory and moving further downward.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	2982	2920	3044	3078	3112

Trade Recommendation:

Buy NCDEX Chana Nov contract at 3045 with target of 3075. Second target 3085. Put SL at 3025.

Spot Market Prices of Chana

(Rs/qttl)

Origin/Grade	Center	30.10.06	28.10.06	Change
Rajasthan Desi	Delhi	Closed	3050	-
MP Desi	Delhi	Closed	3020	-
Kantewala	Indore	3000	3000	-
Desi	Kanpur	3100	3110	-10
Mixed	Akola	2950	2950	-
Chapa	Akola	3025	3025	-
Gauran	Latur	2800-2850	2800-2850	-
Annagiri	Latur	2950-3000	2950-3000	-
G-12	Latur	2900	2900	-
Gauran	Jalna	2900	2900	-
Pila	Jalna	3000	3000	-

TUR

FUNDAMENTALS

Tur markets featured range bound trading. Firm trend in other pulses and slowed import has been the only supportive factor. Import of the same has been continuing only in containers. Carry-forward stock of last year crop is still good. Weather will remain crucial factor in coming days. Crop is in last stage of maturity in South Peninsula, where harvest will start by end of November.

Futures Market Commentary

NCDEX November Lemon tur futures opened weak versus previous closing. Futures moved up speedily to get out of red zone and could cross the unchanged level by 10.15 hrs. Futures touched the top today by 10.25 hrs, but soon fell back in to negative territory. Futures spent most of the day into negative territory. Recovery in later hours helped futures to culminate the day into positive territory. NCDEX November tur futures finished up Rs 7 at Rs 1840 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

Gap opening of white candlestick body and big lower shadow reflects strongly bullish pattern. Prices closed below both the 9-days and 18-days EMA. %K has made bullish crossover with % d line and moving further higher. MACD is running flat into negative territory.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	1822	1804	1840	1851	1862

Trade Recommendation:

Buy NCDEX Tur Desi Nov contract near 1840 with target towards 1851, second target 1860. Put SL at 1832.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	30.10.06	28.10.06	Change
Burmese Lemon	Mumbai	1601	1591-1600	-
Burmese Lemon	Delhi	Closed	1800	-
Maharashtra tur	Delhi	Closed	1900	-
Karnataka tur	Delhi	Closed	NA	-
Red tur	Gulbarga	1950	1925	+25
Fatka Dall	Gulbarga	2850	2850	-
Red Tur	Latur	1900	1925-1950	-25
White Tur	Latur	1900	1850-1900	-
Red	Jalna	1675-1700	1700	-
White	Jalna	1700-1750	1725-1750	-
BDM	Jalna	1800	1800	-
Vidharpatta	Akola	1865	1870	-5
Marathwada	Akola	1870	1875	-5

OTHERS

Moong

Though supply is narrowing in almost all the major producing mandis, prices of moong are coming down due to low demand. Further, millers are in no hurry as its harvest usually all through the year in sporadic areas. Currently it's in progress in Rajasthan and will likely to start in Kutch (Gujarat) in early November.

Spot Market Prices of Moong		(Rs/qtt)	
Origin/Grade	Center	30.10.06	28.10.06
Kekdi/kishangarh (Raj)	Delhi	Closed	3400
Medta (Raj)	Delhi	Closed	3450
Desi	Indore	3350	3500
Chamki	Jalna	3200	3300
Chamki	Latur	3150-3200	3200
Chamki	Akola	3200	3250

Field Peas

Peas markets observed steady to weak trend. One big vessel 'Kang Qiang' has arrived at Mumbai port and waiting for berth. This vessel is carrying more than 49,000 MT of peas. Slight recovery in chana markets helped improving sentiments in peas markets.

Spot Market Prices of Pea		(Rs/qtt)	
Center		30.10.06	28.10.06
Mumbai (Canadian)		1285	1271
Kanpur		1550-1560	1550-1560

Masoor

Masoor markets featured steady trend. Fundamentally, markets are weak. Traders are expecting emergence of fresh demand in coming days. Sowing of the same is progressing well amidst favorable weather situation.

Spot Market Prices of Masoor		(Rs/qtt)	
Center		30.10.06	28.10.06
Delhi-MP/kota Line		Closed	1950
Delhi- UP/Sikari		Closed	2600
Kanpur local mill delivery		1975	2000
Kanpur new- Braeilly Delivery		2030	2040
Kanpur- new Malka Dal		2175-2200	2200
Indore- Masra		1820	1840
Indore- Masoor New		1810	1830
Indore- Medium New		1800	1750
Bahraich-Masoor		3100	3100
Bahraich-Export Chanti		3500-3550	3500-3550
Kolkata (Truck delivery)		3900	3900
Masur Dal		3300-3500	3300-3500

International Prices

(\$/ton) (CNF 90 days)

Quality	30.10.06
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 'Kang Qiang' is expected has arrived at Mumbai port and is waiting for berth. 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 30.10.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.090
European Union	Euro	57.320
Japan	100 Yen	38.380
United Kingdom	GBP	85.540

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