

## PULSES DAILY

October 06, 2006

### URAD

#### FUNDAMENTALS

Trading remained thin in urad markets. Counter sale of dall in fact has weakened due to higher prices. So, millers are little uncomfortable with rising prices of urad. Supply of urad is low in Maharashtra due to restricted selling by capable farmers. Prices this year are nearly double as compared to last year, when production was rather low. Prices of desi urad in Gulbarga were Rs 1950 per qtl on Oct 05, 2005 compared to Rs 3800/qtl on Oct 6, 2006. Stockists see making purchase at current high prices a very risky proposition.

#### Futures Market Commentary

NCDEX October Urad Futures opened firm gapping significantly versus previous closing. Futures did not see negative zone all through the day. Steady gains all through the day took futures to new highs. October Futures set its all time high by closing. October futures finished the day up Rs 219 at Rs 3883 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

'Rising Window' formation by candlestick body shows strongly bullish pattern. 'Marubozu' formation further shows strongly bullish disposition. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is giving bullish signal, while RSI has entered into overbought zone. MACD is tilting downward.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3750	3616	3883	3950	4016

#### Trade Recommendation:

Highly risky market. Risk-lovers can short near 3900 with target towards 3875. Second target 3865. Put SL at 3915.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	05.10.06	04.10.06	Change
Burma Faq	Mumbai	3800-3900	3600	+200
Burma Faq	Delhi	3750-3800	3800-3850	-
UP Desi	Delhi	3300-3400	3300	-
Maharashtra Desi	Delhi	4100	4000	+100
Desi (new Crop)	Akola	3700-3750	3550-3600	+100
Desi (New Crop)	Gulbarga	3800	Closed	-
Desi (New Crop)	Latur	3950	3950	-
Desi (New Crop)	Jalna	3800-3875	Closed	-
Desi (New Crop)	Indore	3800	3600-3650	+150

## CHANA

### FUNDAMENTALS

Sowing of chana has started in early sown areas, where weather situation is fairly in favor of farmers who have high inclination towards this crop. Overseas reports also suggest good production in Australia and Canada. Traders feel that prices have appreciated enough to account for immediate bullishness in the market. Domestic prices are running well above import parity levels. Good import of chana in last quarter this year cannot be ruled out.

### Futures Market Commentary

Opening of NCDEX October chana futures was weak, but futures recovered from this depression very swiftly. There was strong support at 3200, which futures could not breach. Futures came out of negative territory within 15 minutes after opening of the session. Futures reached the day high in the final hour and finally closed the day in positive zone. October chana futures finished up Rs 17 at Rs 3235 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

Candlestick body has formed 'short day' pattern. Relatively big upper shadow shows underlying weakness. Prices closed below 9-days EMA, but remained above 18-days EMA. Stochastic oscillator is giving bearish signal, while RSI is showing regaining momentum. MACD is running flat into positive territory.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3204	3172	3235	3263	3290

#### Trade Recommendation:

Sell NCDEX Chana Oct contract at 3245 with target of 3220. Second target 3210. Put SL at 3263.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	05.10.06	04.10.06	Change
Rajasthan Desi	Delhi	3235-3240	3250-3260	-10
MP Desi	Delhi	3175-3190	3200	-10
Kantewala	Indore	3125-3130	3135-3140	-5
Mixed	Akola	3175	3200	-25
Chapa	Akola	3200	3225	-25
Gauran	Latur	3100-3150	3100-3150	-
Annagiri	Latur	3300	3300	-
G-12	Latur	3200	3200	-
Gauran	Jalna	3150	NA	-
Pila	Jalna	3200	NA	-

## TUR

### FUNDAMENTALS

Tur is the only among pulses, of which prices have registered almost no appreciation on year basis. Production of tur is second largest after chana among pulses. Production of tur this year is expected to reach at 23.2 lakh ton compared to 23 lakh ton last year. Stock situation is comfortable. Few containers are arriving from Africa. Prices also have come down in international markets. Good grade white tur from Africa is available at \$400 per ton (CNF Mumbai)

### Futures Market Commentary

NCDEX October tur futures opened weak and spent most of the day into negative territory. However, futures did not fell back to its opening price during the day. Substantial gains were posted near 16.00 hrs. Day's high was set at 1954 near 16.35 hrs. October tur futures finally finished the day up Rs 61 at Rs 1940 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

'Bullish engulfing' by white candlestick body shows clear dominion of bulls. Prices closed above both the 9-days and 18-days EMA. %k line is running above %d line. RSI also is giving fairly bullish signals. MACD is running flat into negative territory.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1885	1831	1940	1974	2009

#### Trade Recommendation:

Sell NCDEX Tur Desi Oct contract at 1950 with target towards 1930, second target 1920. Put SL at 1965.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	05.10.06	04.10.06	Change
Burmese Lemon	Mumbai	1681	1700	-20
Burmese Lemon	Delhi	1800	1850	-50
Maharashtra tur	Delhi	1950	2000	-50
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1950	Closed	-
Fatka Dall	Gulbarga	2950	Closed	-
Red Tur	Latur	2025-2030	2025	-
White Tur	Latur	2030	2000	+30
Red	Jalna	1850	NA	-
White	Jalna	1950	NA	-
BDM	Jalna	2000	NA	-
Vidharpatta	Akola	1975	1960	+15
Marathwada	Akola	1980	1965	+15

## OTHERS

### Moong

Sentiments remained firm in moong markets. Demand at present is good due to festival. There is no supply pressure. Harvest in Shekhavati has yet to start. Trade sources informed that farmers in this area had more inclination towards lobia, otherwise weather situation was mostly favorable through the season.

#### Spot Market Prices of Moong

(Rs/qtt)

Origin/Grade	Center	05.10.06	04.10.06
Chamki (Mah)	Delhi	3500	3500
Kekdi (Raj)	Delhi	3375	3300
Medta (Raj)	Delhi	3450	3400-3450
Desi	Indore	3300-3500	3200-3550
Chamki	Jalna	3400	NA
Chamki	Latur	3100-3200	3350
Chamki	Akola	3325	3250-3325

### Field Peas

Peas markets continued to see steady trend. Import of peas this year is likely to remain good due to lower prices versus other pulses (though up 30-35% compared to its own prices last year); people still find this less risky compared to other pulses.

#### Spot Market Prices of Pea

(Rs/qtt)

Center	05.10.06	04.10.06
Mumbai (Canadian)	1401-1411	1401
Kanpur	1640	1660

### Masoor

Masoor markets observed firm trend. Demand for the same was good from local consumption centers. Trade sources informed that farmers in north Bihar namely Motihari, Narkatiaganj, Jainagar, Darbhanga etc still have 15-20% stock of last year crop. Selling from this region has put slight pressure on its prices.

#### Spot Market Prices of Masoor

(Rs/qtt)

Center	05.10.06	04.10.06
Delhi-MP/kota Line	2125	2100
Delhi- UP/Sikari	2750	2750
Kanpur local mill delivery	2030	2040-2050
Kanpur new- Braeilly Delivery	2100	2100
Kanpur- new Malka Dal	2225-2230	2225-2240
Indore- Masra	1860	1880
Indore- Masoor New	1850	1870
Indore- Medium New	1775	1800
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

- 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 05.10.06**

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.710
European Union	Euro	58.100
Japan	100 Yen	38.840
United Kingdom	GBP	86.220

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