

PULSES DAILY

October 14, 2006

URAD

FUNDAMENTALS

Urad markets continued to see lacklustre trading. Weather is congenial for urad harvest in MP, UP and Maharashtra, where its harvest is still progressing in some areas. Urad harvest in South Rajasthan namely Kota, Baanswada etc will pick up only after Diwali. Harvest in Uttar Pradesh is in last phase, but arrivals are consistently good in its markets. Since, demand has been low from South India, supply of urad from MP belts also namely Chattarpur, Nogaon etc is diverting to UP markets.

Futures Market Commentary

NCDEX November urad futures opened weak and spent almost whole day in negative territory. Future once touched the unchanged level, but could not breach this level during the day. There was strong support at 3694, which happened to be lowest level today. Futures fell to this level by 12.35 hrs, but futures did not stay below 3700 level for longer period. November futures finally finished the day off Rs 47 at Rs 3718 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Progressing harvest in major producing areas
Dwindling demand of Dali

Weather

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

TECHNICALS

NCDEX -November Contract

There was limited price movement. Dark candlestick body has formed short day pattern. Both the 9-days and 18-days EMA remained below price line. Stochastic oscillator is in overbought zone. MACD is moving flat into positive territory. RSI is giving bearish signal.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	3686	3655	3718	3757	3797

Trade Recommendation:

Highly risky market. Risk-lovers can long near 3715 with target towards 3735. Second target 3750. Put SL at 3700.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	13.10.06	12.10.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3400	3400	-
Maharashtra Desi	Delhi	4100	4100	-
Desi (new Crop)	Akola	3600-3650	3650-3700	-
Desi (New Crop)	Gulbarga	3750	3750	-
Desi (New Crop)	Latur	3850	3850	-
Desi (New Crop)	Jalna	3400-3600	3600-3700	-
Desi (New Crop)	Indore	3300-3700	3700	-

CHANA

FUNDAMENTALS

Partial recovery was seen in Chana markets as selling dried at lower prices. Downfall in recent days was basically psychological effect of govt's decision of limiting stocks. Traders do not feel that this decision would have intended impact practically. Firstly traders claim that stock of chana is short. Secondly, there's chance of moving out chana from the capital to neighboring states, where this regulation is not effective.

Futures Market Commentary

NCDEX November chana futures observed highly volatile trend through the day. Futures opened red, but recovered from the zone very swiftly. Futures could not hold fast levels in positive zone in the first half and spent most of it into negative zone. Futures bottomed out by 11.45 hrs. Futures made smart recovery after 12.30 hrs. Futures kept hanging higher in the second half. Futures touched the day's high at 3126 in the final hour, but profit taking in the last 25 minutes took the futures off the high. November chana futures finished the day up Rs 5 at Rs 3104 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Increased Production in Major Exporting Nations

Strengthening of INR versus dollar

Imposition of stock limit by Delhi govt

Weather

Dry weather in early sown areas is congenial for fieldwork.

TECHNICALS

NCDEX -November Contract

Formation of 'Spinning top' pattern by candlestick body shows indecisiveness in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is in oversold zone. MACD is in positive territory, but is very close to make centerline crossover.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3073	3043	3104	3131	3159

Trade Recommendation:

Buy NCDEX Chana Nov contract at 3100 with target of 3120. Second target 3130. Put SL at 3085.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	13.10.06	12.10.06	Change
Rajasthan Desi	Delhi	3050-3075	3050	-
MP Desi	Delhi	3040-3050	3050	-
Kantewala	Indore	3000	2980	+20
Mixed	Akola	2950	2975	-25
Chapa	Akola	3050	3050	-
Gauran	Latur	2800	2800	-
Annagiri	Latur	2900	3000-3050	-100
G-12	Latur	2850	2950	-100
Gauran	Jalna	2800	2900	-100
Pila	Jalna	2850	3000	-150

TUR

FUNDAMENTALS

Tur markets continued to see weak trend. Import of the same has been continuing from Burma and Africa. African exporters have eased their quotes after long pause from Indian importers. Tanzanian exporters are offering Arusha grade at \$385 per ton. Further, strengthening of Indian rupee versus US dollar has made import more lucrative. Since, starting of the October month, INR has appreciated by Rs 0.35 per dollar, which makes difference of Rs 13.50 per qtl at current prices of imported tur (Arusha).

Futures Market Commentary

NCDEX November tur futures took roller-coaster ride during the day. Futures opened weak and bottomed out within 10 minutes after opening of the session. Subsequently, futures made smart recovery and futures managed to come out of bearish zone within first hour after opening of the session. Steady gains in November futures persisted almost all through the remaining session and futures concluded the session at day's high. November tur futures finished the day up Rs 37 at Rs 1850 per qtl.

Price Drivers

Bullish

High prices of other available pulses

Bearish

Import from Africa

Strengthening of INR versus Dollar

Weather

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

TECHNICALS

NCDEX -November Contract

Formation of 'closing marubozu' by white candlestick body and 'Bullish engulfing' pattern validates bullish reversal. Prices however closed below both the 9-days and 18-days EMA. Stochastic oscillator is still in oversold zone. MACD is in negative territory. RSI is giving clear bullish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	1810	1770	1850	1870	1890

Trade Recommendation:

Buy NCDEX Tur Desi Nov contract near 1850 with target towards 1870, second target 1885. Put SL at 1835.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	13.10.06	12.10.06	Change
Burmese Lemon	Mumbai	1571-1575	1600	-25
Burmese Shweboo	Mumbai	1620-1625	1611	+10
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1850	1900-1925	-50
Fatka Dall	Gulbarga	2850	2900	-50
Red Tur	Latur	1950	1950	-
White Tur	Latur	1900	1900	-
Red	Jalna	1725-1750	1750	-
White	Jalna	1800-1825	1800-1825	-
BDM	Jalna	NA	NA	-
Vidharpatta	Akola	1835	1840	-10
Marathwada	Akola	1840	1845	-5

OTHERS

Moong

Trading remained subdued in Moong markets. Lull in the physical markets is due to extended festive mood ahead of Diwali. Retailers are covered for their festival demand. Importers this year are quiet due to higher prices in the international markets.

Spot Market Prices of Moong		(Rs/qtt)	
Origin/Grade	Center	13.10.06	12.10.06
Chamki (Mah)	Delhi	NA	NA
Kekdi/kishangarh (Raj)	Delhi	3325	3325
Medta (Raj)	Delhi	3425	3425
Desi	Indore	3200-3500	3500
Chamki	Jalna	3400	3450
Chamki	Latur	3300-3350	3350
Chamki	Akola	3275	3325

Field Peas

Peas markets continued to see weak trend. Buying from the local stockists has slowed in anticipation of further ease in its prices. Supply situation is not at all concerning. Demand in fact has gone down in almost all the pulses due to higher prices.

Spot Market Prices of Pea		(Rs/qtt)	
Center		13.10.06	12.10.06
Mumbai (Canadian)		1340-1350	1351
Kanpur		1575	1600

Masoor

Sentiments weakened further in masoor markets. Traders blame increased availability of peas in eastern markets for low inquiries from these centers. Traders also blame increased selling by farmers from Bihar for this downtrend.

Spot Market Prices of Masoor		(Rs/qtt)	
Center		13.10.06	12.10.06
Delhi-MP/kota Line		2000	2025
Delhi- UP/Sikari		2650	2650
Kanpur local mill delivery		1975	1980
Kanpur new- Braeilly Delivery		2040	2060
Kanpur- new Malka Dal		2200	2200
Indore- Masra		1800	1800
Indore- Masoor New		1790	1790
Indore- Medium New		1725	1725
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	12.10.06
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	630

Port Watch

- Kolkata Port is receiving 21,400 MT of peas from the vessel 'Suthathip Naree'. B Ghose agents is handling the vessel.
- Mumbai Port is expecting 'Alex A' to discharge 29,769 MT of peas. Sahi Oretrans agents will be handling the vessel.

Forex rate as on 13.10.06

Country/ Continent	Currency	Value In Rupees
USA	Dollar	45.490
European Union	Euro	57.150
Japan	100 Yen	38.110
United Kingdom	GBP	84.640

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