

## PULSES DAILY

October 26, 2006

### URAD

#### FUNDAMENTALS

Trading has been stalled due to unconvincing price trend and extended festival mood. Import of the same has slowed due to increasing mismatch in domestic and international prices. Also, importers have opted to stay away owing to extended intervention by the government. Sowing of the same is mostly done in Andhra Pradesh, where weather is favourable for the crop. Millers/actual users are making purchases just for nearby needs.

#### Futures Market Commentary

NCDEX November urad futures opened weak and peaked at 3776 with in first 5 minutes after opening of the session. Futures however, remained below unchanged level and did not even come to this level again during the day. Futuers moved in the range of 3730-3776 during the session. Day's low was set just before closing. November urad futures finished the day off Rs 50 at Rs 3730 per qtl.

#### Price Drivers

##### Bullish

High prices in international markets

##### Bearish

Progressing harvest in major producing areas

Low demand of Dall at higher prices

#### Weather

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

#### TECHNICALS

##### NCDEX -November Contract

Candlestick body has formed 'short day' pattern. 'Closing marubozu' shows dominion of bear by end of the session. Prices closed below 9-days EMA, but remained above 18-days EMA. %k line is still moving above %d line. MACD is moving downward, but still trending above its signal line.



#### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	3715	3699	3730	3761	3791

#### Trade Recommendation:

Risk-lovers can buy near 3725 with target towards 3745. Second target 3760. Put SL at 3715.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	25.10.06	23.10.06	Change
Burma Faq	Mumbai	3950	3925	+25
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3400	3400	-
Maharashtra Desi	Delhi	3900	3900	-
Desi (new Crop)	Akola	Closed	3825	-
Desi (New Crop)	Gulbarga	Closed	NA	-
Desi (New Crop)	Latur	Closed	4000	-
Desi (New Crop)	Jalna	Closed	3500-3600	-
Desi (New Crop)	Indore	3300-3700	3300-3700	-

## CHANA

### FUNDAMENTALS

Chana markets saw sharp downtrend. Though there has not been any official confirmation, mere talks of consignments from Australia kept chana markets nervous. Though weather had not been friendly in Australia through the year, production still is expected to exceed 2.5 lakh ton versus last year harvest of 1.10 lakh ton. CNF prices of chickpea in international markets now are more than \$600 per ton, which equals to prices of 7mm Kabuli.

### Futures Market Commentary

NCDEX November chana futures opened significantly weak versus previous closing and started moving downward soon after opening of the session. Futures did not come close to the opening price again during the remaining session. Mild recovery was seen between mid hours, but sharp selling in late hours took futures deep down red. November chana futures finally finished the day off Rs 98 at Rs 3081 per qtl.

### Price Drivers

#### Bullish

High prices in international markets

#### Bearish

Increased production in major exporting nations  
Reports of stock limit by Delhi govt

### Weather

Weather is mainly dry in chana producing belts, which is good for field work.

### TECHNICALS

#### NCDEX -November Contract

Formation of 'Marubozu' by dark candlestick body validated reversal in trend, which was started last weekend. Prices closed significantly below both the 9-days and 18-days EMA. %k is running below %d line. MACD is very close to zero line. RSI is giving clearly bearish signals.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3053	3024	3081	3138	3194

#### Trade Recommendation:

Buy NCDEX Chana Nov contract at 3080 with target of 3100. Second target 3115. Put SL at 3075.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	25.10.06	23.10.06	Change
Rajasthan Desi	Delhi	3150-3175	3250	-75
MP Desi	Delhi	3120-3130	3220-3225	-100
Kantewala	Indore	3075	3125-3130	-50
Mixed	Akola	Closed	3050	-
Chapa	Akola	Closed	3125	-
Gauran	Latur	Closed	2900	-
Annagiri	Latur	Closed	3150	-
G-12	Latur	Closed	3000	-
Gauran	Jalna	Closed	2900	-
Pila	Jalna	Closed	3000	-

## TUR

### FUNDAMENTALS

Tur markets featured range bound trading. Import of the same has been continuing only in containers. Import of the same in bulk has come to halt, as domestic harvest is round the corner. Small consignments (containers) are reaching from Africa. INR has improved significantly in recent weeks making import cheaper. Weather situation is favorable for domestic crop, which is in pod setting stage in most areas.

### Futures Market Commentary

NCDEX November tur futures opened slightly up and moved in haphazard way. There was strong resistance at 1875, which futures could not infringe all through the day. Also, there was strong support at 1862. Futures fell twice to this level during the day, but smart retreat was seen both the times. Futures spent most of the day into green zone. November tur futures finally finished the day up Rs 1 at Rs 1865 per qtl.

### Price Drivers

#### Bullish

High prices of other available pulses

#### Bearish

Improving INR Versus Dollar  
Continuing import from Africa  
Favorable weather for crop

### Weather

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

### TECHNICALS

#### NCDEX -November Contract

Formation of 'doji' reflects indecisiveness in the market. Price line remained below both the 9-days and 18-days EMA. %k line is running below %d line. MACD is into negative territory, but moving upward. RSI is running flat.



#### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	1860	1854	1865	1873	1880

#### Trade Recommendation:

Buy NCDEX Tur Desi Nov contract near 1860 with target towards 1873, second target 1880. Put SL at 1855.

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	25.10.06	23.10.06	Change
Burmese Lemon	Mumbai	1651	1681	-30
Burmese Shweboo	Mumbai	NA	NA	-
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	NA	NA	-
Fatka Dall	Gulbarga	NA	NA	-
Red Tur	Latur	Closed	2050	-
White Tur	Latur	Closed	1900-1950	-
Red	Jalna	Closed	1750	-
White	Jalna	Closed	1800-1850	-
BDM	Jalna	Closed	1900	-
Vidharpatta	Akola	Closed	1930	-
Marathwada	Akola	Closed	1925	-

## OTHERS

### Moong

Consistent lack of demand pulled moong prices down. Harvesting is gradually picking up in Shekavati region. Harvest also is expected to start in some areas of Gujarat. Domestic supply and demand will help setting its trend ahead. Import of the same has come to standstill due to disparity.

#### Spot Market Prices of Moong

(Rs/qtt)

Origin/Grade	Center	25.10.06	23.10.06
Kekdi/kishangarh (Raj)	Delhi	3400	3450
Medta (Raj)	Delhi	3450-3500	3500-3600
Desi	Indore	3200-3500	3500
Chamki	Jalna	Closed	3400
Chamki	Latur	Closed	3200
Chamki	Akola	Closed	3350

### Field Peas

Import of the peas has slowed. However, recent shipments have helped beefing local inventories. People still see import of peas as safe proposition. Easy trend in chana markets had negative impact on its prices.

#### Spot Market Prices of Pea

(Rs/qtt)

Center	25.10.06	23.10.06
Mumbai (Canadian)	1351	1351
Kanpur	1620-1630	1630

### Masoor

Masoor markets witnessed steady trend in absence of fresh fundamental news. Trading was reported low due to extended festive mood. Slight improvement was seen in MP markets on local demand.

#### Spot Market Prices of Masoor

(Rs/qtt)

Center	25.10.06	23.10.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2650	2650
Kanpur local mill delivery	2030	2030-2040
Kanpur new- Braeilly Delivery	NA	NA
Kanpur- new Malka Dal	2200-2225	2240-2250
Indore- Masra	1900	1881
Indore- Masoor New	1890	1871
Indore- Medium New	1800	1800
Bahraich-Masoor	3000	3000
Bahraich-Export Chanti	3375	3375
Kolkata (Truck delivery)	3850	3850
Masur Dal	3400	3400

### International Prices

(\$/ton) (CNF 90 days)

Quality	25.10.06
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 'Evgeniy' has arrived at Mumbai port. Vessel is carrying 5,277 ton of Pulses. Aditya Marine Ltd is 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 25.10.06**

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.400
European Union	Euro	57.180
Japan	100 Yen	38.190
United Kingdom	GBP	85.330

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