

PULSES DAILY

October 09, 2006

URAD

FUNDAMENTALS

Slight ease was seen in urad markets. Dispersal of clouds from the state helped mitigating weather concern in areas where harvest is in progress. Latest forecast of Indian Meteorological Department (IMD) calls for scattered showers in some parts of Madhya Maharashtra. Weather is the prime factor in urad markets these days. Recent rains have led to increased percentage of 'Daagi' (blemished) urad. Demand for the same was reported low both from millers and stockists. Stockists do not see big margins at current high prices, while millers are finding it hard to retail dall at higher prices.

Futures Market Commentary

NCDEX November urad futures were highly volatile in the opening. Futures reached the day's top at 3780 soon after opening, but turned red in next 5 minutes. Futures spent rest of the day into negative territory. Day's bottom was set at 3671 in the final hour. November urad futures finally finished the day off Rs 34 at Rs 3709 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Progressing harvest in major producing areas
Dwindling demand of Dall

Weather

Scattered showers are likely at some place over south Madhya Maharashtra and Marathawada. Weather will be mainly dry over the rest urad producing region.

TECHNICALS

NCDEX -November Contract

Formation of 'spinning top' pattern by dark candlestick body shows indecisiveness in the market. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is in overbought zone, while RSI is giving bearish signal. MACD is running flat into positive territory.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Nov	3660	3611	3709	3769	3829

Trade Recommendation:

Highly risky market. Risk-lovers can short near 3715 with target towards 3690. Second target 3675. Put SL at 3730.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	07.10.06	06.10.06	Change
Burma Faq	Mumbai	3900-3925	3950-4000	-25
Burma Faq	Delhi	3800	3750-3800	-
UP Desi	Delhi	3400	3300-3400	-
Maharashtra Desi	Delhi	4100	4100	-
Desi (new Crop)	Akola	3800-3850	3600-3800	-
Desi (New Crop)	Gulbarga	3850	3850	-
Desi (New Crop)	Latur	4000	3970-3975	+25
Desi (New Crop)	Jalna	3700	3850-3900	-150
Desi (New Crop)	Indore	3500-3900	3500-4000	-

CHANA

FUNDAMENTALS

Sentiments remained weak in chana markets. Apart from reports of due consignments of Australia, talks of probable imposition of stock limit by Delhi government in order to ensure supply of essential commodities during festivals had additional bearish impact in the market. Increased supply of white/yellow peas also has affected the demand of chana from besan manufacturing units. Sowing of chana has started in the early sown areas of South Maharashtra, Karnataka and Andhra Pradesh, where weather situation is congenial for the fieldwork.

Futures Market Commentary

NCDEX November chana futures opened steady and moved both side of unchanged level for most of the day. Futures reached the day's high by 12.30 hrs. This small rally is followed by sharp long liquidation, which took futures deep down into negative territory just before closing. November chana futures finally finished the day off Rs 43 at Rs 3247 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 -November Contract

Dark candlestick body has formed 'short day' pattern. Prices closed below 9-days EMA, but remained above 18-days EMA. %K line is running below %d line. RSI also is giving bearish signal. MACD is in positive territory, but tilting downward.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3217	3188	3247	3294	3342

Trade Recommendation:

Sell NCDEX Chana Nov contract at 3250 with target of 3225. Second target 3210. Put SL at 3265.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	07.10.06	06.10.06	Change
Rajasthan Desi	Delhi	3250	3225-3235	+15
MP Desi	Delhi	3225	3200	+25
Kantewala	Indore	3125-3135	3150	-15
Mixed	Akola	3200	3200	-
Chapa	Akola	3250	3250	-
Gauran	Latur	3000	3100	-100
Annagiri	Latur	3250	3250	-
G-12	Latur	3100	3150	-50
Gauran	Jalna	3100	3100	-
Pila	Jalna	3150	3150	-

TUR

FUNDAMENTALS

There was no strength in tur markets. Weather situation is favorable for the crop, which is in flowering stage in most producing areas. Demand remained weak in domestic markets. Eventual pressure now is on stockists, as good crop is looming ahead and import of the same has started from African countries as well. Offerings from Burma are for non-conditioned tur.

Futures Market Commentary

NCDEX November tur futures featured roller-coaster trend. Opening although was slightly up versus yesterday closing, futures fell down in to negative territory in next 5 minutes. Futures spent rest of the day mostly into red zone. There was strong resistance at 1928, which futures could not infringe through the day. Futures bottomed out just before closing. November tur futures finally finished the day off Rs 24 at Rs 1902 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 -November Contract

Dark candlestick body with 'opening marubozu' and small lower shadow validates downward reversal. Prices closed below both the 9-days and 18-days EMA. %K line is running above %d line, while RSI is moving downward. MACD is running flat into negative territory.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	1890	1883	1902	1920	1937

Trade Recommendation:

Sell NCDEX Tur Desi Nov contract near 1905 with target towards 1890, second target 1883. Put SL at 1915.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	07.10.06	06.10.06	Change
Burmese Lemon	Mumbai	1690	1711-1721	-20
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1975	1975	-
Fatka Dall	Gulbarga	2950	2950	-
Red Tur	Latur	2025-2050	2060	-10
White Tur	Latur	2000	2025-2030	-25
Red	Jalna	1850	1850	-
White	Jalna	1900	1900	-
BDM	Jalna	2000	2000	-
Vidharpatta	Akola	1940	1970	-30
Marathwada	Akola	1950	1975	-25

OTHERS

Moong

Sentiments remained firm in Moong markets. According to trade sources, crop is weak in Shekhavati belt this year. Apart from less friendly weather, farmers also had less interest in this crop. Quality of crop however is good. Fresh moong in Sikar mandi today was traded at Rs 3245 per qtl.

Spot Market Prices of Moong

(Rs/ctl)

Origin/Grade	Center	07.10.06	06.10.06
Chamki (Mah)	Delhi	3500	3500
Kekdi (Raj)	Delhi	3400-3450	3400-3450
Medta (Raj)	Delhi	3550	3550
Desi	Indore	3300-3600	3300-3600
Chamki	Jalna	3250-3400	3450-3500
Chamki	Latur	3325	3350
Chamki	Akola	3275-3325	3000-3300

Field Peas

Increased supply of peas in Mumbai had slightly bearish impact. However, prices for the same continued hovering higher in Uttar Pradesh, Bihar, where it's dall is consumed most. Increased prices of other pulses also have led to increase in its consumption in these states.

Spot Market Prices of Pea

(Rs/ctl)

Center	07.10.06	06.10.06
Mumbai (Canadian)	1401	1401
Kanpur	1640	1625

Masoor

Masoor markets featured steady trend. Sowing of masoor has started. Weather situation is favorable for the field-work. Traders are not expecting any increase in its acreage despite good realization against last year crop. Increasing sugar mills in its belts namely Bahraich, Gorakhpur, Balrampur, Gonda and Barabanki has lured the farmers to sugarcane crop.

Spot Market Prices of Masoor

(Rs/ctl)

Center	07.10.06	06.10.06
Delhi-MP/kota Line	2100	2125
Delhi- UP/Sikari	2750	2750
Kanpur local mill delivery	2025	2025
Kanpur new- Braeilly Delivery	2090-2100	2100
Kanpur- new Malka Dal	2200-2225	2225
Indore- Masra	1850	1850
Indore- Masoor New	1840	1840
Indore- Medium New	1750	1750
Bahraich-Masoor	3100	3050-3100
Bahraich-Export Chanti	3400	3400
Kolkata (Truck delivery)	3900	3900
Masur Dal	3400	3200-3400

International Prices

(\$/ton) (CNF 90 days)

Quality	07.10.06
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 '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.

Forex rate as on 07.10.06

Country/ Continent	Currency	Value In Rupees
USA	Dollar	45.610
European Union	Euro	57.473
Japan	100 Yen	38.321
United Kingdom	GBP	85.348

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