

## PULSES DAILY

October 25, 2006

### URAD

#### FUNDAMENTALS

Urad markets featured range-bound trading. Lull prevailed in most of the markets due to extended festive mood. Stockists/traders are in no mood to get their money stuck in such risky market, where margins have narrowed due to recent rise in its prices and also risks are high due to extended intervention by the government. Harvest of urad is due in some areas of South Rajasthan, which will pick up by early November.

#### Futures Market Commentary

NCDEX November Urad futures opened slightly weak versus previous closing and set out moving downward soon after opening. Futures bottomed out in first 5 minutes. Futures moved irregularly on both side of unchanged level in first 45 minutes. Good gains were posted thereafter and futures spent most of the day hanging into positive territory. Futures reached the days high at 3810 just before final hour. Sharp selling was seen 20 minutes before closing of the session. However, futures finished the day in green zone. November urad futures finished up Rs 10 at 3781 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

White candlestick body has formed 'short day' pattern. Both the 9-days and 18-days EMA remained below price-line. %k line is still trending below %d line. Stochastic oscillator is still below %d line. MACD is trending above signal line. RSI also is giving weak bullish signal.



#### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	3749	3718	3781	3811	3842

#### Trade Recommendation:

Risk-lovers can short near 3790 with target towards 3765. Second target 3750. Put SL at 3810.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	23.10.06	20.10.06	Change
Burma Faq	Mumbai	3925	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3400	3400	-
Maharashtra Desi	Delhi	3900	3900	-
Desi (new Crop)	Akola	3825	Closed	-
Desi (New Crop)	Gulbarga	NA	Closed	-
Desi (New Crop)	Latur	4000	Closed	-
Desi (New Crop)	Jalna	3500-3600	Closed	-
Desi (New Crop)	Indore	3300-3700	Closed	-

## CHANA

### FUNDAMENTALS

Sentiments remained weak in Chana markets. Reports of stock limit by Delhi government in local media pushed the markets down in dumps. Trade sources informed that these reports suggest stock limit for whole seller at 2000 qtl and for retailers at 50 qtls. However, decision surprisingly came, when festival demand is almost over. Also, unconfirmed reports of big consignments ahead from the overseas markets kept the market in bearish mode.

### Futures Market Commentary

NCDEX November Chana futures featured bearish trend through the day. Futures opened red and started falling downward. This downwardly movements halted after 20 minutes of trading. Steady gains in next 60 minutes took futures to the day's high at 3210. Futures could not even touch the unchanged level during the day. Futures fell to the bottom near 13.30 hrs and could not move up psychological level of 3200 in the remaining session. November chana futures finished the day off Rs 41 at Rs 3174 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

Light rains are likely in some areas of Chattisgarh and MP, which will be good for coming chana crop.

### TECHNICALS

#### NCDEX -November Contract

'Bearish three outside down' pattern formed by candlestick body confirms the trend reversal. Prices closed below both the 9-days and 18-days EMA. %K line is running below %D line. MACD is running parallel to zero line. RSI is giving clear bearish signal.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3151	3129	3174	3203	3233

#### Trade Recommendation:

Sell NCDEX Chana Nov contract at 3175 with target of 3151. Second target 3135. Put SL at 3190.

### Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	23.10.06	20.10.06	Change
Rajasthan Desi	Delhi	3250	3250	-
MP Desi	Delhi	3220-3225	3220-3225	-
Kantewala	Indore	3125-3130	3130-3140	-
Mixed	Akola	3050	Closed	-
Chapa	Akola	3125	Closed	-
Gauran	Latur	2900	Closed	-
Annagiri	Latur	3150	Closed	-
G-12	Latur	3000	Closed	-
Gauran	Jalna	2900	Closed	-
Pila	Jalna	3000	Closed	-

## TUR

### FUNDAMENTALS

Tur markets continued to see lackluster trading. Weather is good in all the producing areas. Prices of tur are low both in domestic as well in international markets. Good weather situation, strengthening INR versus dollar and good domestic stock collectively has left not enough reasons for bulls to stay in command. Harvest of tur is scheduled to start in Karnataka by end of November. Karnataka is leading producer of tur followed by Maharashtra.

### Futures Market Commentary

NCDE X November tur futures opened weak and spent most the day into negative zone. Futures entered into positive zone near 10.50 hrs and futures reached the day's high at 1884 by 11.10 hrs. Futures soon fell back into negative territory and this downtrend persisted till final hour. Slight improvement was seen in the final hour and futures finally finished the day red. November tur futures finished the day off Rs 12 at Rs 1867 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

'Spinning top' formation by dark candlestick body shows indecisiveness in the market. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator has just made bullish crossover with %d line. MACD is running flat into negative territory.



#### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	1855	1842	1867	1882	1896

#### Trade Recommendation:

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

### Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	23.10.06	20.10.06	Change
Burmese Lemon	Mumbai	1681	1685-1690	-
Burmese Shweboo	Mumbai	NA	1725	-
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	NA	Closed	-
Fatka Dall	Gulbarga	NA	Closed	-
Red Tur	Latur	2050	Closed	-
White Tur	Latur	1900-1950	Closed	-
Red	Jalna	1750	Closed	-
White	Jalna	1800-1850	Closed	-
BDM	Jalna	1900	Closed	-
Vidharpatta	Akola	1930	Closed	-
Marathwada	Akola	1925	Closed	-

## OTHERS

### Moong

Moong markets saw steady trend. Arrivals remained low in major markets. Arrivals primary are low due to declining pressure of harvest in most areas. Trading remained low due to extended festival mood. Harvest is likely to pick up in select areas of Rajasthan and Gujarat by early November.

#### Spot Market Prices of Moong

(Rs/qtt)

Origin/Grade	Center	23.10.06	20.10.06
Kekdi/kishangarh (Raj)	Delhi	3450	3450-3500
Medta (Raj)	Delhi	3500-3600	3500-3600
Desi	Indore	3500	Closed
Chamki	Jalna	3400	Closed
Chamki	Latur	3200	Closed
Chamki	Akola	3350	Closed

### Field Peas

Easy trend in chana had bearish impact on peas markets. Otherwise, also demand was reported low after festivals are nearly over. Supply is not the concern, as recent shipments both in Kolkata and Mumbai have helped replenishing domestic stocks.

#### Spot Market Prices of Pea

(Rs/qtt)

Center	23.10.06	20.10.06
Mumbai (Canadian)	1351	1351
Kanpur	1630	1620

### Masoor

Masoor markets observed steady to weak trend. Traders are expecting slight improvement in demand from eastern centers shortly. As per sources, farmers would have sold most of their last year crop in northern Bihar, which had been affecting its demand from eastern consumption centers in recent.

#### Spot Market Prices of Masoor

(Rs/qtt)

Center	23.10.06	20.10.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2650	2650
Kanpur local mill delivery	2030-2040	2025
Kanpur new- Braeilly Delivery	NA	2100
Kanpur- new Malka Dal	2240-2250	2225-2250
Indore- Masra	1881	Closed
Indore- Masoor New	1871	Closed
Indore- Medium New	1800	Closed
Bahraich-Masoor	3000	Closed
Bahraich-Export Chanti	3375	Closed
Kolkata (Truck delivery)	3850	Closed
Masur Dal	3400	Closed

### International Prices

(\$/ton) (CNF 90 days)

Quality	23.10.06
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' is expected at Mumbai port on Oct 24. Vessel will bring 5277 ton of Pulses. Aditya Marine Ltd will be handling this vessel.
- 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 23.10.06**

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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