

PULSES DAILY

October 16, 2006

URAD

FUNDAMENTALS

Trading remained low in urad markets due to unconvincing price trend. Sowing of urad has started in Andhra Pradesh, where weather is favourable for fieldwork. Sowing also has started in Myanmar, which is the major exporting nation of urad. Import of urad has slowed in past two months due to disparity in prices. Also, increased volatility in domestic markets and frequent intervention by the government has distracted the interest of importers.

Futures Market Commentary

NCDEX November urad futures saw another day of volatile trading. November futures opened red and moved both side of unchanged level in first 15 minutes. Subsequent smart gains took futures to the day's high at 3765 in next 25 minutes. Profit selling at high levels pulled futures down to the unchanged level by 12.00 noon, but futures retreated soon after culminating the day in positive territory only. November urad futures finally finished the day up Rs 18 at Rs 3741 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Progressing harvest in major producing areas

Dwindling demand of Dall

Weather

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

TECHNICALS

NCDEX -November Contract

Again there were limited price movements for the second consecutive day. White candlestick body has formed short day pattern and prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is in overbought zone. MACD is moving flat in to positive territory



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	3707	3673	3741	3769	3798

Trade Recommendation:

Highly risky market. Risk-lovers can long near 3745 with target towards 3765. Second target 3775. Put SL at 3730.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	14.10.06	13.10.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3300-3400	3400	-
Maharashtra Desi	Delhi	4100	4100	-
Desi (new Crop)	Akola	3650	3600-3650	-
Desi (New Crop)	Gulbarga	3650	3750	-100
Desi (New Crop)	Latur	3850	3850	-
Desi (New Crop)	Jalna	3400-3600	3400-3600	-
Desi (New Crop)	Indore	3200-3500	3300-3700	-

CHANA

FUNDAMENTALS

Prices of chana improved significantly on restricted selling by the stockists. Traders feel that market was overdone against news of stock limit imposed by Delhi government early this week. However, government's decision was not out of the blue. Its possibility was mentioned in media reports some two weeks ago. People feel that unless any big consignment reaches from overseas, big ease in its prices is unlikely.

Futures Market Commentary

NCDEX November chana futures opened slightly firm versus previous closing and spent the whole day into positive territory. Smart gains were posted in initial 30-35 minutes, but momentum slowed thereafter. However, futures kept hanging higher all through the day. Futures touched the top at 3249 just before closing. November chana futures finally finished the day up Rs 132 at Rs 3246 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 'opening marubozu' with small upper shadow shows strongly bullish pattern. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator has made bullish crossover with %d line. MACD is in positive territory and about to make centerline crossover, whereas RSI is giving bullish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3159	3072	3246	3291	3336

Trade Recommendation:

Buy NCDEX Chana Nov contract at 3240 with target of 3260. Second target 3275. Put SL at 3225.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	14.10.06	13.10.06	Change
Rajasthan Desi	Delhi	3150-3175	3050-3075	+75
MP Desi	Delhi	3100-3125	3040-3050	+50
Kantewala	Indore	3050	3000	+50
Mixed	Akola	2975	2950	+25
Chapa	Akola	3050-3075	3050	-
Gauran	Latur	2800	2800	-
Annagiri	Latur	3000	2900	+100
G-12	Latur	2900	2850	+50
Gauran	Jalna	2900	2800	+50
Pila	Jalna	2950	2850	+100

TUR

FUNDAMENTALS

Prices of tur are improving further, as selling dries at lower prices. Unlike other pulses, tur prices have not seen bit of appreciation in its prices compared to last year. Prices of tur in Gulbarga as on October 14, 2005 was Rs 1950 per qtl, while prices of tur a year after in this market is Rs 1850 per qtl. Traders blame good carry-forward stock from last year crop for this steady trend and at the same time do not see big room for ease in its prices in near term as market seems oversold. Situation this year is favorable for the crop and domestic production this year might exceed slightly against last year.

Futures Market Commentary

NCDEX November tur futures opened steady and moved up steadily during the day. Futures reached the day's high at 1883 by 10.40 hrs. Futures could not hold longer above 1880 levels. Profit selling took futures off the high, but there was strong support at 1856, which was not infringed all through the remaining session. November tur futures finally finished the day up Rs 26 at Rs 1872 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

White candlestick body has formed 'opening marubozu' with small upper shadow, which shows continuation of bullish trend. Prices closed slightly above 9-days EMA, but remained below 18-days EMA. Stochastic oscillator is in oversold zone. MACD is in negative territory. RSI is giving further bullish signal.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nove mber	1851	1830	1872	1888	1904

Trade Recommendation:

Buy NCDEX Tur Desi Nov contract near 1870 with target towards 1885, second target 1895. Put SL at 1860.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	14.10.06	13.10.06	Change
Burmese Lemon	Mumbai	1601	1571-1575	+25
Burmese Shweboo	Mumbai	1625	1620-1625	-
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1850	1850	-
Fatka Dall	Gulbarga	2800	2850	-50
Red Tur	Latur	1950-1960	1950	-
White Tur	Latur	1900	1900	-
Red	Jalna	1725-1750	1725-1750	-
White	Jalna	1825	1800-1825	-
BDM	Jalna	NA	NA	-
Vidharpatta	Akola	1900	1835	+65
Marathwada	Akola	1900	1840	+60

OTHERS

Moong

Moong markets featured steady trend. Second round of harvest has started in Rajasthan (Shekhavati belt). However, arrivals are low, which traders feel might pick up by Diwali. Arrivals in Sikar today were mere 20 bags. Most farmers in this belt had opted for lobia. Arrivals in Sri Ganganagar were reported at 500 bags. Harvest in Barmer, Bikaner, Jhunjhunu, Bagru still has to gain momentum. Arrivals in Delhi are reported mainly from Medta and Kishangarh/Kekdi belts.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	14.10.06	13.10.06
Kekdi/kishangarh (Raj)	Delhi	3325	3325
Medta (Raj)	Delhi	3425	3425
Desi	Indore	3200-3500	3200-3500
Chamki	Jalna	3400	3400
Chamki	Latur	3360	3300-3350
Chamki	Akola	3250-3275	3275

Field Peas

Field peas markets observed weak trend. Increased availability of imported peas and reports of big consignments ahead kept weighing on values. Import usually remains good during current period.

Spot Market Prices of Pea (Rs/qtt)

Center	14.10.06	13.10.06
Mumbai (Canadian)	1351	1340-1350
Kanpur	1570	1575

Masoor

Sentiments remained weak in Masoor markets on poor buying interest. Sowing of chotti masoor although has started in some areas of UP, where weather situation is favorable for the crop. Sowing of Motti grad will start in November.

Spot Market Prices of Masoor (Rs/qtt)

Center	14.10.06	13.10.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2650	2650
Kanpur local mill delivery	1970	1975
Kanpur new- Braeilly Delivery	2030	2040
Kanpur- new Malka Dal	2200	2200
Indore- Masra	1810	1800
Indore- Masoor New	1800	1790
Indore- Medium New	1725	1725
Bahraich-Masoor	3050	3100
Bahraich-Export Chanti	3400	3400
Kolkata (Truck delivery)	3900	3900
Masur Dal	3400	3400

International Prices

(\$/ton) (CNF 90 days)

Quality	14.10.06
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

- 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 14.10.06

Country/ Continent	Currency	Value In Rupees
USA	Dollar	45.490
European Union	Euro	56.924
Japan	100 Yen	38.043
United Kingdom	GBP	84.411

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