

PULSES DAILY

October 27, 2006

URAD

FUNDAMENTALS

Urad markets featured range bound trading. Sowing of the same has been mostly completed in Andhra Pradesh, Tamilnadu, Orissa and West Bengal. While kharif harvest has been completed in most areas except some portion of Rajasthan, West Uttar Pradesh and MP. Weather is favourable in all the producing areas. Now, import of the same has come to standstill due to disparity. Now, domestic demand and supply will only help setting trend ahead.

Futures Market Commentary

NCDEX November urad futures were highly volatile and moved in irregular fashion during the day. Futures opened slightly up and sneaked for a very brief period in to negative territory within first 5 minutes. Steady gains were posted subsequently, but futures did not hold fast above 3760 levels for longer period. Sharp selling was seen in last hour, which took futures down into negative territory. November futures finished the day off Rs 9 at Rs 3731 per qtl.

Price Drivers

Bullish

High prices in international markets
Short supply in domestic markets

Bearish

Low demand of Dall at higher prices

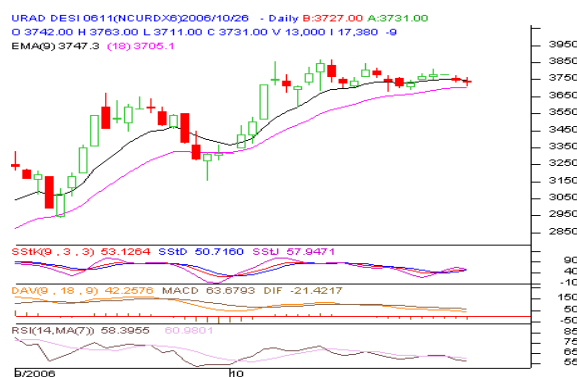
Weather

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

TECHNICALS

NCDEX -November Contract

Formation 'Spinning top' pattern shows indecisiveness in the market. Prices closed below 9-days EMA, but remained above 18-days EMA. %K line is running above %d line. MACD is in positive territory and moving downward. RSI is also moving downward and trending below its signal line.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Nov	3707	3683	3731	3759	3787

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	26.10.06	25.10.06	Change
Burma Faq	Mumbai	NA	3950	+25
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3500	3400-3450	+50
Maharashtra Desi	Delhi	4000	3900-3950	+50
Desi (new Crop)	Akola	3800	Closed	-
Desi (New Crop)	Gulbarga	3750	Closed	-
Desi (New Crop)	Latur	3950	Closed	-
Desi (New Crop)	Jalna	3500-3600	Closed	-
Desi (New Crop)	Indore	3300-3700	3300-3700	-

CHANA

FUNDAMENTALS

Sentiments improved slightly in chana markets. Traders believe that markets are overdone against reports of record crop in major exporting nations. As of now, importers are not buying chana very aggressively due to increased volatility in domestic markets and increased intervention by the government. Unless any big consignment reaches at Indian port, stockists seem in no mood to cut premiums over short stock factor.

Futures Market Commentary

Starting of November chana futures at NCDEX was weak, but futures picked up shortly. Futures moved both side of unchanged level till 13.00 hrs and spent rest of the day into green zone thereafter. Futures reached the day's top at 3140 in next 60 minutes. Small scale selling for profit booking was seen near 15.30 hrs, but futures did not fall below 3105 level. November futures finally finished the day up Rs 27 at Rs 3130 per qtl.

Price Drivers

Bullish

Restricted selling by stockists
High prices in international markets

Bearish

Increased production in major exporting nations

Weather

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

TECHNICALS

NCDEX -November Contract

'Piercing line' pattern formed by candlestick body shows reversal in trend. Price still closed below both the 9-days and 18-days EMA. %k line is moving below %d line, while RSI is showing signs of improvement. MACD has just entered into negative territory.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3087	3045	3130	3156	3183

Trade Recommendation:

Buy NCDEX Chana Nov contract at 3125 with target of 3145. Second target 3155. Put SL at 3010.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	26.10.06	25.10.06	Change
Rajasthan Desi	Delhi	3125	3150-3175	-
MP Desi	Delhi	3100	3120-3130	-
Kantewala	Indore	3050-3075	3075	-
Mixed	Akola	2975	Closed	-
Chapa	Akola	3050	Closed	-
Gauran	Latur	2900	Closed	-
Annagiri	Latur	3000	Closed	-
G-12	Latur	3000	Closed	-
Gauran	Jalna	2950	Closed	-
Pila	Jalna	3000	Closed	-

TUR

FUNDAMENTALS

Tur markets observed steady trend. Both bullish and bearish factors are equally weighing. Since, import of the same has slowed due to low margins for good quality grades, stockists' selling dries at lower prices. Millers also are not purchasing in bulk due to sluggish demand of dall. Also, nobody seems in no mood of piling stocks ahead of domestic harvest. Harvest of tur will start in some states in November.

Futures Market Commentary

NCDEX November tur futures opened slightly firm versus previous closing and swung into positive territory for most of the day. Futures turned red for a short while in the early hours. There was strong support at 1866, which was not breached during the day. Futures moved in the narrow range of 1866-1875 through the day. Futures set the days high just before closing. November tur futures finished the day up Rs 2 at Rs 1869 per qtl.

Price Drivers

Bullish

Restricted selling by stockists

Bearish

Due harvest ahead

Favorable weather for crop

Weather

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

TECHNICALS

NCDEX -November Contract

'Doji' formation for the second consecutive day shows highly indecisive market. Prices closed below both the 9-days and 18-days EMA. %k line is running below %d line and moving further downward. MACD is in negative territory, but moving higher. RSI has made bullish crossover with its signal line.

TURDESACL 0611(NCTURX0)2006/10/26 - Daily B:1865.00 A:1873.00
O 1869.00 H 1875.00 L 1866.00 C 1869.00 V 610 I 6,480 +2
EMA(9) 1869.1 (18) 1878.4



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	1865	1861	1869	1874	1879

Trade Recommendation:

Buy NCDEX Tur Desi Nov contract near 1861 with target towards 1874, second target 1879. Put SL at 1850.

Spot Market Prices of Tur

(Rs/ctl)

Origin/Grade	Center	26.10.06	25.10.06	Change
Burmese Lemon	Mumbai	1651	1651	-
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1925	NA	-
Fatka Dall	Gulbarga	2850	NA	-
Red Tur	Latur	2000	Closed	-
White Tur	Latur	1900-1950	Closed	-
Red	Jalna	1700-1750	Closed	-
White	Jalna	1800	Closed	-
BDM	Jalna	1850-1875	Closed	-
Vidharpatta	Akola	1890	Closed	-
Marathwada	Akola	1900	Closed	-

OTHERS

Moong

Sentiments remained weak in moong markets. Demand of the same remained weak in domestic markets. Harvest of the same is likely to start in some areas of Gujarat like Panchmali, Kutch etc shortly, where harvest of urad is in progress these days.

Spot Market Prices of Moong

(Rs/qrt)

Origin/Grade	Center	26.10.06	25.10.06
Kekdi/kishangarh (Raj)	Delhi	3400	3400
Medta (Raj)	Delhi	3450-3500	3450-3500
Desi	Indore	3500	3500
Chamki	Jalna	3400	Closed
Chamki	Latur	3200	Closed
Chamki	Akola	3150-3200	Closed

Field Peas

Sentiments remained weak in Peas markets. According to sources, one big vessel (Kang Qiang (OD)- VI) carrying 49310 MT of peas is expected to arrive at Mumbai port on October 29, 2006. Importers this year are inclined towards peas, as its long-term perspectives are still promising.

Spot Market Prices of Pea

(Rs/qrt)

Center	26.10.06	25.10.06
Mumbai (Canadian)	1341	1351
Kanpur	1600	1620-1630

Masoor

Sowing of masoor has started in some areas of Uttar Pradesh. Initial reports suggest increased farmers' interest towards 'chanti' grade masoor, which got good premium through the season due to short stocks. In fact export of the same in recent years has increased significantly for example lentil export crossed 1.5 lakh ton in 2005-06 versus 1.36 lakh ton in 2004-05. Now, if production remains good in rabi season, govt might lift embargo on pulses export.

Spot Market Prices of Masoor

(Rs/qrt)

Center	25.10.06	23.10.06
Delhi-MP/kota Line	1950	2000
Delhi- UP/Sikari	2600	2650
Kanpur local mill delivery	2000	2030
Kanpur new- Braeilly Delivery	2040	NA
Kanpur- new Malka Dal	2200	2200-2225
Indore- Masra	1840	1900
Indore- Masoor New	1830	1890
Indore- Medium New	1750	1800
Bahraich-Masoor	3100	3000
Bahraich-Export Chanti	3500-3550	3375
Kolkata (Truck delivery)	3900	3850
Masur Dal	3300-3500	3400

International Prices

(\$/ton) (CNF 90 days)

Quality	26.10.06
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 Anneswar 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 Vasilyev' has arrived at Mumbai port. Vessel is carrying 5,277 ton of Pulses. Aditya Marine Ltd is handling this vessel. Vessel 'Kang Qiang' is expected to arrive at Mumbai port on October 29, 2006. Vessel will be carrying 49310 MT of peas. Sahi Oretrans P. Ltd will be 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 26.10.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.300
European Union	Euro	57.220
Japan	100 Yen	38.120
United Kingdom	GBP	85.200

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.