

PULSES DAILY

October 20, 2006

URAD

FUNDAMENTALS

Trading in urad markets remained thin due to extended festive mood ahead of Diwali. Arrivals of urad are still good in Uttar Pradesh. Maharashtra has been active buyer for the same in recent past. However, buying for the same has slowed due to increase in its prices. Prices of urad in Kanpur in last 20 days have appreciated by Rs 200-250 per qtl. Inquiries for the same was heard from Kolkata, but no deal materialized due to higher prices. Traders are expecting ease in its prices after Diwali, when harvest of urad will also start in some areas of Rajasthan.

Futures Market Commentary

NCDEX November Urad futures opened firm, but could not hold fast above unchanged level for longer period. Futures moved both side of unchanged level in the first hour and spent rest of the day into negative territory. Sharp selling was started just before final hour and this downwardly movement prevailed till end of the session. November futures finally closed the day off Rs 52 at Rs 3700 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. Prices closed above 18-days EMA, but remained below 9-days EMA. %K line is running below %d line. MACD though is trending above its signal line, but tilting downward. RSI is moving downward and is in neutral zone.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	3674	3648	3700	3745	3790

Trade Recommendation:

Risk-lovers can short near 3700 with target towards 3675. Second target 3665. Put SL at 3720.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	19.10.06	18.10.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3400	3400	-
Maharashtra Desi	Delhi	3900	3900	-
Desi (new Crop)	Akola	Closed	3650-3700	-
Desi (New Crop)	Gulbarga	3700	3700	-
Desi (New Crop)	Latur	Closed	Closed	-
Desi (New Crop)	Jalna	3500	3500	-
Desi (New Crop)	Indore	3300-3650	3300-3700	-

CHANA

FUNDAMENTALS

Chana markets featured range-bound trading. Traders carry mixed viewpoint for chana. Actual users are turning to other cheaper alternatives due to higher prices, while Stockists are in no mood to ease off quotes especially ahead of its lean season. No doubts overseas crop reports suggest almost double production in some of the exporting nations like Australia. But since markets have been highly volatile and prices are high in the international markets, Indian importers are not notching deals for the same very aggressively.

Futures Market Commentary

NCDEX November Chana futures opened slightly up versus previous days' closing and moved in irregular fashion. Futures however kept hanging in the positive territory for most of the day. Days' high was set at 3259 with in first hour. Sharp selling was seen in the final hour. Futures bottomed out just before closing and ended the day deep down into negative territory. November chana futures finished off Rs 40 at Rs 3192 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Increased Production in Major Exporting Nations
Strengthening of INR versus dollar

Weather

Rains in some areas of Haryana, Punjab, UP and MP is considered good for coming chana crop.

TECHNICALS

NCDEX -November Contract

Dark candlestick body with substantial upper shadow shows weak upside potential. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator is moving above %d line. MACD is running flat, but is very close to zero line. RSI has just made bearish crossover with its signal line.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3166	3139	3192	3239	3285

Trade Recommendation:

Buy NCDEX Chana Nov contract at 3190 with target of 3220. Second target 3235. Put SL at 3175.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	19.10.06	18.10.06	Change
Rajasthan Desi	Delhi	3225-3250	3150-3200	+25
MP Desi	Delhi	3200	3125-3175	+25
Kantewala	Indore	3120	3070-3075	+45
Mixed	Akola	Closed	3050	-
Chapa	Akola	Closed	3050	-
Gauran	Latur	Closed	Closed	-
Annagiri	Latur	Closed	Closed	-
G-12	Latur	Closed	Closed	-
Gauran	Jalna	2900	2900	-
Pila	Jalna	2950	2950	-

TUR

FUNDAMENTALS

Beneficial rains were reported in tur producing areas of Uttar Pradesh and Madhya Pradesh. Weather remained mostly clear in tur growing belts in South India. Crop is in pod setting stage in many areas. Overall crop situation is good. Harvest of the same will start by end of November in Karnataka. According to sources, one small cargo carrying tur is expected on Tuesday next week at Mumbai port. However, quantity of tur has not been specified. Its import is continuing from Africa and Burma in containers.

Futures Market Commentary

NCDEX November tur futures saw highly volatile trend. Futures opened up slightly firm against yesterday's closing and reached the day's high at 1900 with in 20 minutes after opening of the session. Futures swung in green zone in the first half and turned red by 13.40 hrs. Futures spent subsequent session in negative territory. November tur futures finally finished the day off Rs 6 at Rs 1865 per qtl.

Price Drivers

Bullish

High prices of other available pulses

Bearish

Continuing Import from Africa

Favorable weather for crop

Weather

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

TECHNICALS

NCDEX -November Contract

Formation of 'inverted hammer' shows likely reversal in trend. Prices closed below both the 9-days and 18-days EMA. %K line is running above %d line. MACD is in running flat into negative territory. RSI is in neutral zone, but giving no clear signal.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	1850	1835	1865	1890	1915

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/qtl)

Origin/Grade	Center	19.10.06	18.10.06	Change
Burmese Lemon	Mumbai	1685-1690	1671	+15
Burmese Shweboo	Mumbai	1725	1700	+25
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1960	1960	-
Fatka Dall	Gulbarga	2900	2900	-
Red Tur	Latur	Closed	Closed	-
White Tur	Latur	Closed	Closed	-
Red	Jalna	1700-1750	1700-1750	-
White	Jalna	1800-1850	1800-1850	-
BDM	Jalna	NA	NA	-
Vidharpatta	Akola	Closed	1880	-
Marathwada	Akola	Closed	1885	-

OTHERS

Moong

Prices of moong are running 30% higher compared to year ago levels. Its pressure remained low in Rajasthan so far against earlier expectations. Harvest of the same is to start shortly in Shekavati regions of Rajasthan and Gujarat, which will pick up by first week of November.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	19.10.06	18.10.06
Kekdi/kishangarh (Raj)	Delhi	3400-3450	3400-3450
Medta (Raj)	Delhi	3500-3600	3500-3600
Desi	Indore	3200-3500	3200-3300
Chamki	Jalna	3400	3400
Chamki	Latur	Closed	Closed
Chamki	Akola	Closed	3250-3300

Field Peas

Sowing of matar has started in some areas of Uttar Pradesh and Madhya Pradesh. Recent rains are deemed beneficial for the forthcoming crop. Farmers are inclined towards this crop in these areas due to good realization against last year crop.

Spot Market Prices of Pea (Rs/qtt)

Center	19.10.06	18.10.06
Mumbai (Canadian)	1351	1341-1351
Kanpur	1620	1610-1615

Masoor

Trading remained thin in masoor markets. Inquiries from the Assam and West Bengal remained low due to increased availability of imported peas. Traders are expecting some improvement in its demand after Diwali.

Spot Market Prices of Masoor (Rs/qtt)

Center	19.10.06	18.10.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2650	2650
Kanpur local mill delivery	2000	2020
Kanpur new- Braeilly Delivery	2070-2075	2080-2090
Kanpur- new Malka Dal	2200-2225	2200-2225
Indore- Masra	1850	1850
Indore- Masoor New	1840	1840
Indore- Medium New	1750	1750
Bahraich-Masoor	3000	3000
Bahraich-Export Chanti	3375	3375
Kolkata (Truck delivery)	3850	3850
Masur Dal	3200-3400	3200-3400

International Prices

(\$/ton) (CNF 90 days)

Quality	18.10.06
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 19.10.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.320
European Union	Euro	56.830
Japan	100 Yen	38.140
United Kingdom	GBP	84.700

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