

PULSES DAILY

October 04, 2006

URAD

FUNDAMENTALS

Only bullish factor is undesirable weather situation in some areas of Maharashtra, where intermittent rains have affected the crop harvest. Capable farmers have also started holding back due to increasing prices. Most people are sourcing urad from Uttar Pradesh and Madhya Pradesh, where crop situation is satisfactory. Trade sources informed that millers in Maharashtra are sourcing urad (good grade) from Mahua, Urai belts and slightly average grade from Lalitpur belts. Demand for Urai urad was reported well from Delhi, Kolkata as well from Maharashtra.

Futures Market Commentary

NCDEX October Urad futures featured fairly bullish trend during the day. October futures opened firm gapping significantly versus previous day closing and saw steady upside movements in the first half. Futures reached the day's high at 3573 by 14.20 hrs and futures kept hanging higher thereafter till end closing. October Urad futures finished the day up Rs 138 at Rs 3547 per qtl.

Price Drivers

Bullish

High prices in international markets
Imposition of VAT in Maharashtra

Bearish

Progressing harvest in major producing areas

Weather

Weather is favorable for fieldwork in Uttar Pradesh. Good rains are likely in some parts of Madhya Maharashtra and Marathwada.

TECHNICALS

NCDEX -October Contract

'Shaven bottom' of white candlestick body with small upper shadow shows strongly bullish pattern. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is slightly below %d line. RSI has just made bullish crossover with its signal line. MACD is moving above its signal line.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3466	3395	3538	3592	3647

Trade Recommendation:

Buy NCDEX Desi Urad Oct contract at 3535 with target towards 3565 Second target at 3590. Put SL at 3515.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	03.10.06	30.09.06	Change
Burma Faq	Mumbai	3900	4000-4050	-100
Burma Faq	Delhi	NA	NA	-
UP	Delhi	3200-3400	3200	-
Desi (new Crop)	Akola	2800-3300	3350-3400	-50
Desi (New Crop)	Gulbarga	3650	3650	-
Desi (New Crop)	Latur	3900	3850-3875	+25
Desi (New Crop)	Jalna	3200-3700	3200	-
Desi (New Crop)	Indore	3400-3500	3000-3400	-

CHANA

FUNDAMENTALS

Confusion prevailed in chana markets. Some people carry bullish outlook for chana following immediate demand for festivals and earlier perceived notion of short carry forward stock of last year crop, while others were seen nervous on reports of good crop in major exporting nations. Trade sources informed that chickpea production in Australia this year is expected to increase by 150% on year basis. Strengthening of INR versus USD has made import more lucrative. Such reports triggered additional selling from stockists. Arrivals in Delhi today increased to 40 motors today compared to average 20 motors daily in recent weeks.

Futures Market Commentary

NCDEX October Chana futures took roller-coaster ride during the day. Opening was weak and futures bottomed out in first hour itself. Futures though managed to get out of red zone during mid-hours, but could not hold fast longer in positive territory. Futures finally ended the day red. October chana futures finished off Rs 23 at Rs 3251 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

Rains are expected some parts of Maharashtra and Gujarat, which will be beneficial for the forthcoming crop.

TECHNICALS

NCDEX -October Contract

'Doji' formation by candlestick body shows increased uncertainty in the market. Prices closed above both the 9-days and 18-days EMA. Stochastic oscillator is moving below %d line and tilting further downward. MACD is in positive territory and tilting downward. RSI also is giving bearish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	3229	3203	3255	3288	3321

Trade Recommendation:

Sell NCDEX Chana Oct contract at 3260 with target of 3230. Second target 3220. Put SL at 3280.

Spot Market Prices of Chana

(Rs/ctl)

Origin/Grade	Center	03.10.06	30.09.06	Change
Rajasthan Desi	Delhi	3260-3270	3275-3280	-5
MP Desi	Delhi	3200-3220	3260	-40
Kantewala	Indore	3135-3140	3150-3160	-10
Mixed	Akola	3200	3225	-25
Chapa	Akola	3225	3250	-25
Gauran	Latur	3100	3000	+100
Annagiri	Latur	3300	3250	+50
G-12	Latur	3200	3100-3150	+50
Gauran	Jalna	3050-3100	3200	+100
Pila	Jalna	3200	3250	-50

TUR

FUNDAMENTALS

Improvements also were seen in tur markets. It's own SND/fundamentals although were not very bullish, up trend in other pulses helped checking decline in its prices. Weather is favorable for the crop, while demand is not very good. Traders are expecting tur (white) to start arriving from Tanzania, which will affect demand of desi tur from Gujarat.

Futures Market Commentary

NCDEX October Tur futures observed mixed trend during the day. Initial movements were indecisive as futures moved both side of unchanged level in the first hour. Good gains were seen after 11.00 hrs and futures kept hanging higher thereafter. Futures reached the peak at 1925 by 13.25 hrs. October tur futures finally finished the day up Rs 21 at Rs 1896 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 are beneficial for the crop.

TECHNICALS

NCDEX -October Contract

Formation of 'Spinning top' pattern shows indecisiveness in the market. Prices closed slightly below both the 9-days and 18-days EMA. %k line is running above %d line. RSI also is giving signals of gaining momentum. MACD is moving into negative territory.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
October	1874	1842	1905	1931	1956

Trade Recommendation:

Buy NCDEX Tur Desi Oct contract at 1900 with target towards 1925, second target 1945. Put SL at 1885.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	03.10.06	30.09.06	Change
Burmese Lemon	Mumbai	1700	1700-1725	-
Burmese Lemon	Delhi	1950	1950	-
Maharashtra tur	Delhi	2100	2100	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1900	1900	-
Fatka Dall	Gulbarga	2850	2850	-
Red Tur	Latur	2050	2075	-25
White Tur	Latur	2030	2050	-20
Red	Jalna	1850	1925	-75
White	Jalna	1950	2000	-50
BDM	Jalna	2000	NA	-
Vidharpatta	Akola	1975	1965	+10
Marathwada	Akola	2000	1970	+30

OTHERS

Moong

Good demand for moong in northern belts kept the bulls in high spirit. Harvest of moong is progressing well in Rajasthan, where total arrivals today were reported between 15,000-20,000 bags. Harvest is nearing completion in Maharashtra. Offerings for the same in international markets are only for bold grade.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	03.10.06	30.09.06
Chamki	Delhi	NA	NA
Kekdi	Delhi	3325	3300
Medta	Delhi	3400	3375-3400
Desi	Indore	3500	3400-3425
Chamki	Jalna	3200-3250	3200-3300
Chamki	Latur	3300	3200-3250
Chamki	Akola	3200-3250	3200-3225

Field Peas

Field pea markets observed weak trend. According to sources, prices in fact eased following report of one big bulk vessel arrived at Mumbai port. Source informed that vessel 'Alex A (OD)' carrying dry peas in bulk has arrived on September 29 at Mumbai port. Offerings for the recently arrived cargos from Canada were quoted at Rs 1411 per qtl.

Spot Market Prices of Pea (Rs/qtt)

Center	03.10.06	30.09.06
Mumbai (Canadian)	1411	1475
Kanpur	1660	1640

Masoor

Masoor markets observed mixed trend. Demand was reported well for masoor in local consumption centers of Kanpur. Sowing of the same has started in some parts of Uttar Pradesh. Trade sources informed that farmers in Tarai region are more inclined towards the sugarcane this year.

Spot Market Prices of Masoor (Rs/qtt)

Center	03.10.06	30.09.06
Delhi-MP/kota Line	2075-2100	2050
Delhi- UP/Sikari	2650-2675	2600
Kanpur local mill delivery	2040	1990-2000
Kanpur new- Braeilly Delivery	2120	2080-2090
Kanpur- new Malka Dal	2225	2200-2225
Indore- Masra	1900	1890
Indore- Masoor New	1880	1880
Indore- Medium New	1800	1800
Bahraich-Masoor	3000	3000
Bahraich-Export Chanti	3350	3350
Kolkata (Truck delivery)	3700	3700
Masur Dal	3200-3400	3200-3400

International Prices

(\$/ton) (CNF 90 days)

Quality	03.10.06
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

- 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.
- Delivery of 18,000 MT of peas is continuing at Kolkata Port from the vessel 'Stefanis'. B Ghose agents is handling the vessel.

Forex rate as on 03.10.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.840
European Union	Euro	58.510
Japan	100 Yen	38.970
United Kingdom	GBP	86.570

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