

PULSES DAILY

October 13, 2006

URAD

FUNDAMENTALS

There was no fresh fundamental development in urad markets. Immediate fundamentals are not in favour of bulls. Weak demand in physical markets, favourable weather situation for harvest and consistent supply in UP lines were the major bearish factors. Sowing of urad also has started in Andhra Pradesh. Traders in Maharashtra informed that good buying of urad in recent was for the purpose of seeding. Most of this urad was sold by traders in Maharashtra. Though supply even was not good in Maharashtra, these traders arranged the same from Uttar Pradesh lines.

Futures Market Commentary

NCDEX November urad futures opened red and moved both side of unchanged level in first half. Futures reached the day's high at 3869 with in the first hour. Futures could not hold fast levels above 3850 for longer period. Futures spent whole of the second half into negative territory. Futures fell to the bottom level at 3732 in the final hour. Futures eventually ended the day off Rs 68 at Rs 3755 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

Dark candlestick body has formed short day pattern. Both 9-days and 18-days EMA remained below the price line. Both %k and %d line are in overbought zone. RSI is giving bearish signal. MACD is running flat into positive territory.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Nov	3702	3648	3755	3839	3922

Trade Recommendation:

Highly risky market. Risk-lovers can short near 3760 with target towards 3740. Second target 3725. Put SL at 3775.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	12.10.06	11.10.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3400	3400	-
Maharashtra Desi	Delhi	4100	4100	-
Desi (new Crop)	Akola	3650-3700	3650	-
Desi (New Crop)	Gulbarga	3750	3750	-
Desi (New Crop)	Latur	3850	3900	-50
Desi (New Crop)	Jalna	3600-3700	3600-3700	-
Desi (New Crop)	Indore	3700	3700	-

CHANA

FUNDAMENTALS

Reports of stock limit by Delhi government caused bearishness in the market. Government decision of limiting stock was awaited for long in Delhi. Prices of chana in Delhi had appreciated more than 20% in last two months. So, extended intervention by the govt in order to ensure sufficient supply at competitive prices during festivals was likely. In a notification issued by Delhi government, stock limit of pulses for whole seller is fixed at 200 ton and for retailers at 5 ton.

Futures Market Commentary

NCDEX November chana futures opened weak and could not make entry into positive zone through the day. Futures touched the unchanged level by 10.15 hrs and set out moving downward subsequently. Futures bottomed out in the first half. Futures set days low at 3071 by 12.40 hrs. Mild recovery in the remaining session was not much helpful and futures culminated the day below psychological mark of 3100. November chana futures finished the day off Rs 60 at Rs 3090 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

Formations of 'opening marubozu' with small lower shadow by dark candlestick body shows dominion of bears almost all through the day. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator has entered into oversold zone. MACD is very close to make centerline crossover.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	3057	3025	3090	3136	3183

Trade Recommendation:

Sell NCDEX Chana Nov contract at 3090 with target of 3060. Second target 3035. Put SL at 3105.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Center	12.10.06	11.10.06	Change
Rajasthan Desi	Delhi	3050	3075-3100	-25
MP Desi	Delhi	3050	3060-3075	-10
Kantewala	Indore	2980	3000-3020	-20
Mixed	Akola	2975	3050	-75
Chapa	Akola	3050	3100	-50
Gauran	Latur	2800	3000-3050	-200
Annagiri	Latur	3000-3050	3150	-100
G-12	Latur	2950	3100	-150
Gauran	Jalna	2900	2900	-
Pila	Jalna	3000	3000	-

TUR

FUNDAMENTALS

Tur markets also observed weak trend. There was literally nothing stands in favor of bulls. Arrivals of Arusha tur are continuing from Tanzania, for which exporters lowered their quotes further by \$15 to \$385 per ton. African tur usually goes to consumption centers in Gujarat. Although shweboo and Lemon tur also are reaching from Burma, but demand for these cargos is not good due to inferior quality.

Futures Market Commentary

NCDEX November tur futures opened slightly firm, but moved down soon after posting timid gains in initial 10 minutes. Futures soon fell into negative territory and steady downtrend persisted through the day. There was strong support at 1812, which futures could not breach the day and futures finally concluded the day at this level only. November tur futures ended off Rs 28 at 1812 per qtl.

Price Drivers

Bullish

High prices of other available pulses

Bearish

Due import from Africa

Weather

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

TECHNICALS

NCDEX -November Contract

Dark candlestick body has formed 'opening marubozu' with small lower shadow shows strong bearish pattern. Prices closed below both the 9-days and 18-days EMA. %k line is running below %d line. MACD is in negative territory and tilting further downward. RSI is giving bearish signal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
November	1801	1791	1812	1833	1855

Trade Recommendation:

Sell NCDEX Tur Desi Nov contract near 1815 with target towards 1801, second target 1795. Put SL at 1825.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	12.10.06	11.10.06	Change
Burmese Lemon	Mumbai	1600	1611	-10
Burmese Shweboo	Mumbai	1611	1651	-40
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1950	1950	-
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1900-1925	1900	-
Fatka Dall	Gulbarga	2900	2900	-
Red Tur	Latur	1950	2000	-50
White Tur	Latur	1900	1950	-50
Red	Jalna	1750	1800	-50
White	Jalna	1800-1825	1850	-25
BDM	Jalna	NA	1900	-
Vidharpatta	Akola	1840	1870	-30
Marathwada	Akola	1845	1875	-30

OTHERS

Moong

Moong markets saw lackluster trading. Festive demand was reported over. Since, supplies are low in most producing areas, prices of the same held steady at previous levels. Also, offerings in international markets are only for superior or bold grades, which are little costlier.

Spot Market Prices of Moong		(Rs/qtt)	
Origin/Grade	Center	12.10.06	11.10.06
Chamki (Mah)	Delhi	NA	NA
Kekdi/kishangarh (Raj)	Delhi	3325	3300-3325
Medta (Raj)	Delhi	3425	3400-3425
Desi	Indore	3500	3500
Chamki	Jalna	3450	3400-3450
Chamki	Latur	3350	3300-3350
Chamki	Akola	3325	3325

Field Peas

Downtrend persisted in peas markets. Buying for the same weakened slightly in anticipation of further ease in its prices. Ease in chana helped backing such expectations. Supply for the same is sufficient.

Spot Market Prices of Pea		(Rs/qtt)	
Center	12.10.06	11.10.06	
Mumbai (Canadian)	1351	1361	
Kanpur	1600	1600	

Masoor

Masoor markets also observed weak trend. Demand was reported weak as such in all the pulses. Increased availability of peas has affected its demand from northeastern region. Where traders also blame increased selling by farmers in Bihar for low inquiries from eastern markets.

Spot Market Prices of Masoor		(Rs/qtt)	
Center	12.10.06	11.10.06	
Delhi-MP/kota Line	2025	2025	
Delhi- UP/Sikari	2650	2650-2700	
Kanpur local mill delivery	1980	2000	
Kanpur new- Braeilly Delivery	2060	2070	
Kanpur- new Malka Dal	2200	2200-2225	
Indore- Masra	1800	1800	
Indore- Masoor New	1790	1790	
Indore- Medium New	1725	1750	
Bahraich-Masoor	3100	3100	
Bahraich-Export Chanti	3400	3400	
Kolkata (Truck delivery)	3900	3900	
Masur Dal	3400	3400	

International Prices

(\$/ton) (CNF 90 days)

Quality	12.10.06
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	630

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 12.10.06

Country/ Continent	Currency	Value In Rupees
USA	Dollar	45.600
European Union	Euro	57.170
Japan	100 Yen	38.170
United Kingdom	GBP	84.730

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