

PULSES DAILY

November 29, 2006

URAD

FUNDAMENTALS

Sentiments in Urad markets eased further in the physical markets today. Sporadic harvest in Orissa and small but regular arrivals in different trading centres is proving sufficient for the subdued looking demand at the stage. Milling activity in Urad is not encouraging as demand for Dal is poor. Thus demand from millers is not strong enough to support the prices at current levels. Stockists are also not active in the Urad market as they are finding the current levels uneasy. They seem waiting for the lower prices. So, we can see some more cooling off in the prices before the stockists become active and dal demand rekindles.

Futures Market Commentary

Urad futures at NCDEX traded mostly in red today. Bearish cues from spot markets pressured the prices down. January futures of Urad at NCDEX started the session slightly firm at Rs 3379 and the prices then slipped to the lows of Rs 3335 continuing its last session's mood. However, the prices recovered towards the end of the session and the contract closed the day with moderate loss of Rs 15 at Rs 3364. The volumes increased slightly to 6800 MT as compared to 6040 MT on Monday.

Price Drivers

Bullish

Higher prices in global markets

Bearish

Low demand of Dali at higher prices

Healthy crop of AP lining up for harvest

Poor stockists activity

Weather

Weather is suitable for harvesting of Urad in Assam and Orissa. It is also clear in Andhra where crop is in maturity stage.

TECHNICALS

NCDEX -January Contract

Urad continues to trade sideways with slight bearish inclination. Candlesticks are reflecting indecision in the market sentiments. Prices closed below EMA's thus indicating negative sentiments; MACD has turned flat in the negative region. Stochastic Oscillator is in falling in neutral region. The contract might witness volatility in prices with bearish bias.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Jan	3316	3278	3367	3435	3457

Trade Recommendation:

Sell Jan Urad below 3383 with target towards 3340 and then 3320. Put SL at 3405.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	28.11.06	27.11.06	Change
Burma Faq	Mumbai	3400	3400	-
Burma Faq	Delhi	3300-3325	3300-3325	-
Desi (UP)	Delhi	3150	3150	-
Desi (MH)	Delhi	3700	3700	-
Desi (new Crop)	Akola	3550	NA	-
Desi (New Crop)	Gulbarga	3400-3450	3500	-50
Desi (New Crop)	Latur	3600-3700	3500-3700	-

CHANA

FUNDAMENTALS

Trade in Chana remained lack luster in most of the trading centres. The news of government planning to export Kabuli grade Chana to support its prices had no impact on Desi Chana prices. The markets saw very subdued activity in Chana trade due to poor stocks. A lot of ifs and thens are moving around in the Chana markets these days in the absence of active trading. One of these thoughts is: as currently very small quantity of Australian and Tanzanian chickpeas is expected to hit the Indian ports, there is a possibility of small vacuum in supply side. If this situation extends one probability is that the prices might get some support even from the regular demand from the retail end. And thus once the prices move higher, imports will become attractive which might fulfill the demand for the rest of the period and pull the prices down finally.

Futures Market Commentary

Chana futures at NCDEX recovered all the earlier losses to close the session at almost no change levels. January Chana at NCDEX started the session on slightly firm note at Rs 2862, and then the prices dipped to the lows of 2822 a quintal. However, buying support at lower levels pushed the prices up and finally culminated the session at almost no change levels at Rs 2860.

Price Drivers

Bullish

Depleting stocks

Bearish

Lower quotes by Australia for chickpea

Increased acreage this year

Weather

Weather is congenial for the crop.

TECHNICALS

NCDEX -January Contract

Chana has become quite volatile these days. Candlesticks are indicating bearish sentiments. Prices closed above short term EMA's. MACD is increasing and is likely to enter in positive zone. Stochastic has made bearish crossover in the overbought region. The contract might witness volatile movement of prices.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Jan	2827	2800	2855	2922	2948

Trade Recommendation:

Buy NCDEX Chana Jan contract above 2840 with target of 2900. Second target 2920. Put SL at 2810.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	28.11.06	27.11.06	Change
Rajasthan Desi	Delhi	2950	2975	-25
MP Desi	Delhi	2925	2975	-50
Kantewala	Indore	2850	2880	-30
Desi	Kanpur	3000	3000	-
Mixed	Akola	2700-2725	NA	-
Chapa	Akola	2750-2775	NA	-
Gauran	Latur	2550	2600	-50
Annagiri	Latur	2800	2800	-
G-12	Latur	2700	2700	-
Gauran	Jalna	NA	2700	-
Pila	Jalna	NA	2800	-

TUR

FUNDAMENTALS

Tur markets saw easing sentiments in major trading centres today. Weather hit Tur of Karnataka this year is expected to be poor. In addition to this, the quality of produce in some belts of the state is also being seen poor. In this way the domestic supply of good quality Tur would be under pressure in the off-season. Traders and stockists are hesitating to buy at higher prices as harvesting is on at almost all growing regions and the process will get momentum only to ease the sentiments ahead.

Futures Market Commentary

Tur Futures at NCDEX also recouped most of the earlier losses to close the session with moderate losses. Onset of harvest season seems pressuring the prices but at the same time good demand is supporting them. January contract of Tur started the session slightly firm at Rs 1959 after a sharp fall of Rs 37 yesterday. However the prices couldn't sustain the initial firmness for long and eased to see the lows of Rs 1931 a quintal. Speculative buying at lower levels again underpinned the prices and the contract closed the day with marginal losses at Rs 1951.

Price Drivers

Bullish

Price sensitive demand from stockist
Production is expected to dip this year

Bearish

Fresh arrivals in all major producing states
No loss seen by recent rains

Weather

Weather is congenial for Tur harvest in major producing states. Weather has improved in Maharashtra and Karnataka too.

TECHNICALS

NCDEX -January Contract

Tur charts are displaying indecision at higher levels. Candlesticks patterns are depicting the same by doji formation. Prices closed above the EMA's showing strength in the market. MACD is rising in positive zone. Oscillators are reflecting the commodity is overbought and Stochastic Oscillator has made a bearish crossover. The prices might see some correction.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Jan	1912	1890	1951	1976	1995

Trade Recommendation:

Buy NCDEX Tur Desi Jan contract above 1938 with target towards 1970 and 1984. Put SL at 1918.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	28.11.06	27.11.06	Change
Burmese Lemon	Mumbai	1710	1700	+10
Burmese Lemon	Delhi	1701	1825-1850	-125
Maharashtra tur	Delhi	1900	1900-1925	-
Karnataka tur	Delhi	NA	NA	-
Red tur(New)	Gulbarga	2000	2000-2025	-
Fatka Dall	Gulbarga	2800	2800	-
Red Tur	Latur	1890-1950	1950-2000	-
White Tur	Latur	1850	1900	-50
Red	Jalna	NA	1700	-
White	Jalna	NA	1700-1750	-
Red Tur	Indore	2000	1925	+75
Vidharpatta	Akola	1875	NA	-
Marathwada	Akola	NA	NA	-

OTHERS

Moong

Moong markets continue to observe steady sentiments on account of lack luster trade in the commodity. As the harvesting is over in major growing regions arrivals in the terminal markets are falling day by day. However, there is not much scope for the prices on the higher side as price elasticity of demand for the commodity has become quite high.

Spot Market Prices of Moong

(Rs/qttl)

Origin/Grade	Center	28.11.06	27.11.06
Kekdi/kishangarh (Raj)	Delhi	3275	3275
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3475	3475
Desi	Indore	3100-3300	3200-3400
Desi	Gulbar ga	3100	3200
Chamki	Jalna	NA	3200-3300
Chamki	Latur	2900-3000	2800-3100
Chamki	Akola	3250	NA

Field Peas

Field peas prices are dancing in a range these days. As the Australian field pea production this year has gone down to 206000 MT as compared to previous year's crop of 478000 MT, global prices of field peas are surging, thanks to good demand from southern Asia. Despite higher prices of Canadian and Australian peas, India continues to import green and white peas as the prices of other pulses are skyrocketing.

Spot Market Prices of Pea

(Rs/qttl)

Center	28.11.06	27.11.06
Mumbai (W.Canadian)	1261	1241
Kanpur	1500	1500

Masoor

Masoor markets got some good news in government plan to export more masoor apart from recently decided 2000MT export to Sri Lanka. The commodity is likely to get some support from the news. The prices are already getting support from good export demand especially for medium grade masoor. As the Australian lentil production dipped sharply this year, prices in the international markets are quite high. According to reports 2006 Australian production (mostly red lentils) is expected to drop sharply, from 210,000 tonnes in 2005 to only 66,000 tonnes this year. Accordingly, exports are seen falling from 200,000 tonnes in 2005-06 to only 55,000 tonnes this year. The prices improved in almost all major trading centres. However, the commodity is not likely to get much support from the demand side, which has inclined towards other cheaper alternatives like peas.

Spot Market Prices of Masoor

(Rs/qttl)

Center	28.11.06	27.11.06
Delhi-MP/kota Line	1975	2025
Delhi- UP/Sikari	2700-2720	2710
Kanpur local mill delivery	2040	2050
Kanpur new- Braeilly Delivery	2090	2100
Kanpur- new Malka Dal	2225-2250	2200-2225
Indore- Masra	1900	1900
Indore- Masoor New	1890	1880
Indore- Medium New	1850	1875
Bahraich-Masoor	3000	2975
Bahraich-Export Chanti	3500	3025
Kolkata (Truck delivery)	3800	3500
Masur Dal	3100	3100

Port Watch

- Navios Astra has arrived at Mumbai port to discharge 51800MT peas. Lake Maja is expected at Mumbai port. The Vessel is carrying 22415MT of peas. Vessel IVS Kwela is expected at Mumbai port to offload 30775 MT peas.
- Vessel 'MV Great Summit' has arrived at Tuticorin port to discharge 32,369 MT of peas. Vilsons shipping is handling this vessel. Another vessel 'Bianco Zealand' has also arrived and discharging 17,565 MT of peas. Hari & Co is handling this vessel. New Guardian is expected at the port to offload 10920 MT peas.

International Prices

(\$/ton) (CNF 90 days)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	325-330
Burmese FAQ new Tur Mumbai/Chennai	320
Burmese Shwebo Tur Mumbai/Chennai	315-310
Tanzania Matwara Tur Mumbai/Chennai,	NA
Tanzania Arusha Tur Mumbai/Chennai,	340
Burmese FAQ Urad Mumbai/Chennai	755-765
Burmese SQ Urad Mumbai/Chennai	850-860
Burmese Pedishwa Mung Chennai/Mumbai	Finished
Burmese Anneshwar Mung Mumbai	650-750
Burmese Pokako Mung Mumbai/Chennai	655-760
Chinese above 3.5 mm grade Chennai	780-790

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