

PULSES DAILY

November 11, 2006

URAD

FUNDAMENTALS

Harvesting season and subdued demand in physical markets continues to pressure the prices in Urad markets. Harvesting of Kali Urad in Assam has started and the produce is expected to fulfill its own demand alongwith that of Bengal. Further, southern markets are reported to have good stock of the commodity. Thus, market continues to feel bearish pressure on these counts. Weather is a bit concerning in West Bengal and Orissa and might affect the maturing and matured crop. Harvesting in Orissa is about to start after completion in West Bengal. Market is likely to remain range bound with slightly bearish inclination.

Futures Market Commentary

Urad futures at NCDEX fell like anything today as subdued physical markets pressured the prices. December Urad futures contract started the day on a weak note as the contract opened at Rs 3360 a quintal and thereafter prices continued to drop down on increased selling amid subdued physical demand at current levels. The prices saw the lows of Rs 3231 before finally closing at Rs 3269.

Price Drivers

Bullish

Exporters are not lowering the quotes

Bearish

Low demand of Dall at higher prices

Harvesting continues in Eastern part

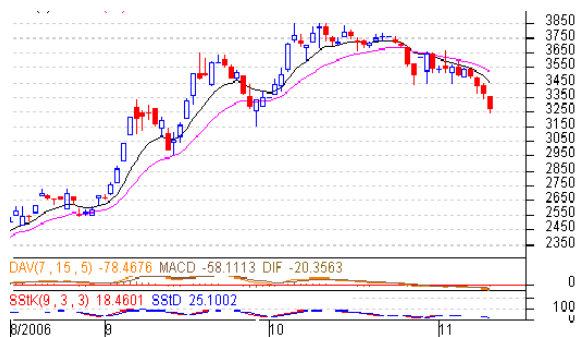
Weather

Rains in Eastern part of the country might affect the harvesting of Urad in Assam and West Bengal and maturing crop in Orissa.

TECHNICALS

NCDEX -December Contract

Urad charts continue to project bearish picture of the commodity. Prices closed below both the 9-days and 18-days EMA, which shows bearishness in the market. Stochastics are negative in the oversold zone. MACD is also showing some increase in bearish momentum. Volatility with bearish bias is likely in Urad futures prices.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3154	3081	3269	3340	3431

Trade Recommendation:

Risk-lovers can sell Dec Urad below 3300 with target towards 3230 and then 3200. Put SL at 3340.

Spot Market Prices of Urad

(Rs/qty)

Origin/Grade	Center	10.11.06	09.11.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	3200-3300	-
Desi (new Crop)	Akola	3200-3500	3550	
Desi (New Crop)	Gulbarga	3500	3600	-100
Desi (New Crop)	Latur	3850	Closed	
Desi (New Crop)	Jalna	3550	3550	-
Desi (New Crop)	Indore	3200-3300	3300-3500	-

CHANA

FUNDAMENTALS

Chana markets continue to remain subdued as the demand at the retail end is hitting the market. Government decision to export some Chana to Sri Lanka has no impact on the market as the quantity of the same is quite small. According to the market sources some buying should come at these levels to support the prices. Fundamentals are ambiguous at the stage with depleting stock and import of Australian chickpea at higher prices. Increase expected acreage of the crop this year is also keeping the buyers away from the market and pressuring the stockists. However, the equation of supply demand should come to equality at some point finally.

Futures Market Commentary

Chana futures at the NCDEX witnessed volatile price movements. The trading for the day in December Chana futures on the NCDEX started down Re1 and thereafter the prices tried to test higher levels and recovered upto Rs. 2775 but failed to hold that level and dropped to see the lows of Rs 2707. Buying support at lower levels however pushed the prices higher again to close the session at Rs 2755.

Price Drivers

Bullish

Reports of export of small quantity of Chana by the government

Bearish

Poor demand at retail ends
Due arrival of imported Chana

Weather

Rains in Eastern part of the country might affect the

TECHNICALS

NCDEX -December Contract

Chana charts are projecting mixed picture at the stage. The prices closed below both the 9-days and 18-days EMA showing weakness in the market. Stochastics have given bullish signal in the oversold region. MACD continues to show increasing bearish momentum. Dragon fly doji pattern of candlesticks shows some chances of recovery in the prices.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	2732	2680	2755	2801	2840

Trade Recommendation:

Buy NCDEX Chana Dec contract above 2740 with target of 2800. Second target 2820. Put SL at 2705.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	10.11.06	09.11.06	Change
Rajasthan Desi	Delhi	2800	2850	-50
MP Desi	Delhi	2800	2800	-
Kantewala	Indore	2725	2800	-75
Desi	Kanpur	2850	2925-2930	-75
Mixed	Akola	2725	2850	-125
Chapa	Akola	2725-2750	2825	-75
Gauran	Latur	2200	Closed	-
Annagiri	Latur	2500	Closed	-
G-12	Latur	2300	Closed	-
Gauran	Jalna	2700	2750	-
Pila	Jalna	2775	2800	-

TUR

FUNDAMENTALS

Steady trade was seen in the Tur markets today in the absence of any fresh inputs. The whole story in Tur now seems bearish with the harvesting season slowly stepping in. Harvesting has started in early sown areas of Haryana and farmers of Hathras and Kanpur also preparing for the same. Karnataka is next to follow as harvesting there will start late this month. Demand for dal has gone down these days, thanks to the cheaper alternatives available. Hence the market prices are adjusting for the lower demand and prospective supply.

Futures Market Commentary

Bears came active to undermine prices of Tur on the NCDEX Friday. The December futures contract on the NCDEX fell steeply to trade lowest to 1727 after opening high at Rs. 1783. Fresh arrivals in Haryana and approaching harvest in UP are adding bearish sentiments in the market these days. A good volume of 5010MT supported the trade.

Price Drivers

Bullish

Depleting stocks

Bearish

Fresh arrivals in Haryana started

Harvesting in some patches of UP is about to start.

Lower demand for dal

Weather

Weather is congenial for Tur harvest in Haryana and UP.

TECHNICALS

NCDEX -December Contract

Tur charts have now turned bearish after three consecutive falls. Prices closed below both the 9-days and 18-days EMA, which shows bearishness in the market. Stochastics are negative in the neutral zone. MACD is also showing some increase in bearish momentum. Volatility with bearish bias is likely in Tur futures prices.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Dec	1720	1695	1735	1770	1797

Trade Recommendation:

Sell NCDEX Tur Desi Dec contract below 1750 with target towards 1720 and 1700. Put SL at 1780.

Spot Market Prices of Tur

(Rs/qrtl)

Origin/Grade	Center	10.11.06	09.11.06	Change
Burmese Lemon	Mumbai	1600	1600	-
Burmese Lemon	Delhi	NA	1800-1850	-
Maharashtra tur	Delhi	NA	1900	-
Karnataka tur	Delhi	NA	NA	
Red tur	Gulbarga	1875	1875	-
Fatka Dall	Gulbarga	2700	2700	-
Red Tur	Latur	1975	NA	-
White Tur	Latur	1900	NA	
Red	Jalna	1700	1700	-
White	Jalna	1750	1750	-
BDM	Jalna	1775	1775	-25
Vidharpatta	Akola	1815-1820	1840	-20
Marathwada	Akola	1825-1830	1850	-20

OTHERS

Moong

Sentiments continue to remain weak in conjunction with the other pulses. Arrivals are low in all the markets. Harvest is in full pace in Shekhavati belt, but overall production is weak in this belt, as less friendly weather situation had pushed the farmers to other alternatives/option like lobia etc.

Spot Market Prices of Moong

(Rs/qtt)

Origin/Grade	Center	10.11.06	09.11.06
Kekdi/kishangarh (Raj)	Delhi	NA	3300
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	NA	3300
Desi	Indore	3200-3500	3200-3300
Desi	Gulbar ga	3200	3200
Chamki	Jalna	3100	3100-3200
Chamki	Latur	3100	Closed
Chamki	Akola	3250	3250

Field Peas

Imported peas continue to pressure the prices in the domestic markets. Supply and demand for pea has been good in Indian markets. Although demand for feed pea has come down in international markets due to its higher prices, as feed industries are switching other cheaper alternatives. Indian importers this year are highly inclined towards field pea, as it is cheaper and in demand compared to other pulses. Overall the subdued demand of pulses and good supply of imported peas is putting the pressure on the prices.

Spot Market Prices of Pea

(Rs/qtt)

Center	10.11.06	09.11.06
Mumbai (Canadian)	1250-1270	1250-1270
Kanpur	1475	1470

Masoor

Masoor markets remained steady as general weakness in other pulses restricted its gains today. Government decision to export 2000MT of masoor was not seen impacting the masoor markets and the prices remained range bound to steady in the most markets. But, it is likely to give some booster to the subdued looking prices. Lack of trading along with availability of cheaper alternative like vegetables put pressure on the prices.

Spot Market Prices of Masoor

(Rs/qtt)

Center	10.11.06	09.11.06
Delhi-MP/kota Line	NA	1925-1950
Delhi- UP/Sikari	NA	2600
Kanpur local mill delivery	1900	1925-1930
Kanpur new- Braeilly Delivery	1960	1980-200
Kanpur- new Malka Dal	2125	2125
Indore- Masra	1800	1800
Indore- Masoor New	1790	1790
Indore- Medium New	1700	1700
Bahraich-Masoor	3025	3025
Bahraich-Export Chanti	3850	3850
Kolkata (Truck delivery)	3750	3750
Masur Dal	3000-3100	3000-3100

International Prices

(\$/ton) (CNF 90 days)

Quality	09.11.06
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	850
Burmese SQ Urad Mumbai/Chennai	950
Burmese Pedishwa Mung Chennai/Mumbai	650
Burmese Anneshwar Mung Mumbai	750
Burmese Pokako Mung Mumbai/Chennai	NA
Chinese above 3.5 mm grade Chennai	750-760
Australian Chickpea Chennai/Mumbai	610-630

Port Watch

- Vessel Kang Qiang has discharged 27150 MT of peas so far. Discharge of balanced 22160 MT pea is continuing from the vessel. Sahi Oretrans P Ltd is handling the vessel. Another vessel Captain Nemo-VI has arrived at port to discharge 13516 MT of yellow/white peas. Shaan Marine will be handling this vessel.
- Lissa Topic' has arrived at Kolkata port. Vessel is carrying 39,383 MT of peas. Vessel 'Columbia River' has arrived at port to discharge 26916 MT of peas. Another vessel 'Nepheli' has arrived at port to discharge 36,370 MT of 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' is expected to arrive on November 11, 2006. Vessel will bring 17,565 MT of peas. Hari & Co will be handling this vessel.

Forex rate as on 04.11.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.45
European Union	Euro	57.12
Japan	100 Yen	37.82
United Kingdom	GBP	84.83

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