

PULSES DAILY

November 25, 2006

URAD

FUNDAMENTALS

Sentiments in Urad markets remained on the easier side at most of the spot markets on weak demand and harvesting pressure. Urad harvesting is gearing up in Orissa whereas Andhra Pradesh, one of the major producers of Urad, is also lining up and its bumper crop is likely to hit the market by mid December. So, Urad markets are expected to see easier sentiments as the harvest progresses.

Futures Market Commentary

Urad futures at NCDEX showed roller coaster movements today. December futures of Urad at NCDEX started the session steady at Rs 3520, then the prices surged to Rs 3485 levels. However, the prices couldn't stay there for long and came down to close the session with moderate losses at Rs 3446 a quintal. Volume were low at 13530 MT.

Price Drivers

Bullish

Higher prices in global markets

Bearish

Low demand of Dall at higher prices

Healthy crop of AP lining up for harvest

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 -December Contract

Urad continues to face trader's remorse. Candlesticks are reflecting indecision in the market. Prices closed below EMA's thus indicating bearishness in prices. MACD has turned flat in negative zone. Stochastic Oscillator has given bearish signal in overbought region. The contract might witness volatile price movements with bearish inclination.



Support / Resistances:

| Contr act | S1 | S2 | PCP | R1 | R2 |
|-----------|------|------|------|------|------|
| Dec | 3382 | 3330 | 3446 | 3517 | 3572 |

Trade Recommendation:

Sell Dec Urad below 3466 with target towards 3410 and then 3381. Put SL at 3501.

Spot Market Prices of Urad

(Rs/qttl)

| Origin/Grade | Center | 24.11.06 | 23.11.06 | Change |
|-----------------|----------|-----------|-----------|--------|
| Burma Faq | Mumbai | 3475 | 3575 | -100 |
| Burma Faq | Delhi | 3250-3300 | 3250 | - |
| Desi (UP) | Delhi | 3150 | 3000-3100 | +50 |
| Desi (MH) | Delhi | 3700 | 3700 | - |
| Desi (new Crop) | Akola | 3600 | 3600 | - |
| Desi (New Crop) | Gulbarga | 3500 | 3500 | - |
| Desi (New Crop) | Latur | NA | 3700 | - |

CHANA

FUNDAMENTALS

Chana markets witnessed steady to slightly weak sentiments today. Gradually depleting stocks of Chana at major trading centres and imports of Chickpea made the sentiments mixed. Lack luster demand for the commodity and slightly lower quotes by Australia for its chickpeas added some bearish tone to the market. Australia has lowered its quotes for chickpeas to \$560 against more than \$600 earlier. However, importers are still hesitant in making fresh import deals as bumper harvest is expected this season. Further, there is not much scope on the upside especially due to price sensitive demand. So, the situation continues to remain ambiguous in the Chana markets.

Futures Market Commentary

Chana futures at NCDEX tried to recoup yesterday's losses but finally closed the session with only moderate gains. The Chana market has become slightly indecisive these days as depleting stocks and small imports are making the sentiments mixed. December Chana futures on the NCDEX started steady at Rs 2862, and then the prices surged to the highs of Rs 2904. However, the prices finally came down to close with moderate gains at Rs 2873.

Price Drivers

Bullish

Depleting stocks

Bearish

Lower quotes by Australia for chickpea

Increased acreage this year

Weather

Weather is congenial for the Rabi crop in most growing regions.

TECHNICALS

NCDEX -December Contract

Charts are projecting bullish picture of Chana markets. Prices managed to close above 9 days EMA. MACD is rising in negative zone, which indicate decreasing bearish momentum. Stochastic has made a bullish crossover in neutral region. The contract might witness range bound movement of prices.



Support / Resistances:

| Contr act | S1 | S2 | PCP | R1 | R2 |
|-----------|------|------|------|------|------|
| Dec | 2825 | 2800 | 2875 | 2910 | 2955 |

Trade Recommendation:

Sell NCDEX Chana Dec contract below 2900 with target of 2845. Second target 2825. Put SL at 2936.

Spot Market Prices of Chana

(Rs/qtl)

| Origin/Grade | Center | 24.11.06 | 23.11.06 | Change |
|----------------|--------|-----------|-----------|--------|
| Rajasthan Desi | Delhi | 2975-3000 | 3000 | - |
| MP Desi | Delhi | 2975 | 2975 | - |
| Kantewala | Indore | 2830 | 2850-2860 | - |
| Desi | Kanpur | 3000 | 3000 | - |
| Mixed | Akola | NA | 2825 | - |
| Chapa | Akola | NA | 2875 | - |
| Gauran | Latur | 2500 | 2600 | -100 |
| Annagiri | Latur | 2700 | 2800 | -100 |
| G-12 | Latur | 2600 | 2700 | -100 |
| Gauran | Jalna | 2700 | 2750 | -50 |
| Pila | Jalna | 2800 | 2800 | - |

TUR

FUNDAMENTALS

Tur price eased slightly in most trading centres after some good gains recently. Demand is higher for Tur among the major pulses due to comparatively attractive prices. Further, some mixing of cheaper Tur Dal with Chana Dal has induced the demand for Tur. The prices might see some cooling off in the coming time with the progress of harvest. Harvesting is in progress in Haryana. Some patches of Karnataka, one of the major producers, are also witnessing sporadic harvest. As the production is expected to fall this year, stockists are active right from the beginning of harvest which might support prices at higher levels until harvest gets momentum.

Futures Market Commentary

Tur Futures prices at NCDEX showed some hesitation at higher levels as ongoing harvest and good demand for the commodity made the sentiments mixed. December contract of Tur started the day steady at Rs 1922, and then the prices surged to see the highs of Rs 1949 however, the prices couldn't sustain those levels and came down to close at almost no change levels of Rs 1921. The volumes traded came down sharply to mere 1880 MT.

Price Drivers

Bullish

Healthy demand from stockist

Bearish

Fresh arrivals in Haryana

Harvesting in some patches of AP and Karnataka started

Weather

Weather is congenial for Tur harvest in Haryana and UP. Weather is slightly unfriendly in Maharashtra and Karnataka where crop is in maturity stage.

TECHNICALS

NCDEX -December Contract

Tur charts are displaying indecision at higher levels as depicted by Doji pattern of candlestick. Prices closed above the EMA's showing strength in the market. MACD is rising in positive zone. Stochastic Oscillator is rising in the oversold region. The prices might see volatile movements.



Support / Resistances:

| Contr act | S1 | S2 | PCP | R1 | R2 |
|-----------|------|------|------|------|------|
| Dec | 1890 | 1865 | 1921 | 1964 | 1985 |

Trade Recommendation:

Buy NCDEX Tur Desi Dec contract above 1900 with target towards 1941 and 1954. Put SL at 1875.

Spot Market Prices of Tur

(Rs/qtyl)

| Origin/Grade | Center | 24.11.06 | 23.11.06 | Change |
|-----------------|----------|-----------|-----------|--------|
| Burmese Lemon | Mumbai | 1700 | 1681 | +19 |
| Burmese Lemon | Delhi | 1850 | 1850 | - |
| Maharashtra tur | Delhi | 1950 | 1950 | - |
| Karnataka tur | Delhi | 2000-2100 | 2000-2100 | - |
| Red tur(New) | Gulbarga | 2025 | 2050 | -25 |
| Fatka Dall | Gulbarga | 2800 | 2900 | -100 |
| Red Tur | Latur | 1975 | 1975-2000 | - |
| White Tur | Latur | 1850 | 1850 | - |
| Red | Jalna | NA | 1650-1700 | - |
| White | Jalna | 1775 | 1800 | -25 |
| Red Tur | Indore | 1950 | 2000 | -50 |
| Vidharpatta | Akola | NA | 1940-1950 | - |
| Marathwada | Akola | NA | 1940-1950 | - |

OTHERS

Moong

Moong markets continue to observe steady to slightly firm sentiments during the week supported by firmness in other pulses. 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 | 24.11.06 | 23.11.06 |
|------------------------|-----------|-----------|-----------|
| Kekdi/kishangarh (Raj) | Delhi | 3350 | 3350 |
| Shekhavati (Raj) | Delhi | NA | NA |
| Medta (Raj) | Delhi | 3200-3400 | 3200-3400 |
| Desi | Indore | 3300-3400 | 3400-3500 |
| Desi | Gulbar ga | 3200 | 3400 |
| Chamki | Jalna | 3200 | 3100-3150 |
| Chamki | Latur | 3050 | 3100 |
| Chamki | Akola | NA | 3200-3500 |

Field Peas

Field peas prices remained on the higher side on account of good demand and higher quotes by exporters. 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 | 24.11.06 | 23.11.06 |
|---------------------|-----------|----------|
| Mumbai (W.Canadian) | 1241-1251 | 1251 |
| Kanpur | 1500 | 1500 |

Masoor

Masoor markets are 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 | 24.11.06 | 23.11.06 |
|-------------------------------|-----------|-----------|
| Delhi-MP/kota Line | 1975-2000 | 2000 |
| Delhi- UP/Sikari | 2650-2700 | 2700 |
| Kanpur local mill delivery | 1980-1990 | 1980 |
| Kanpur new- Braeilly Delivery | 2050 | 2050 |
| Kanpur- new Malka Dal | 2200 | 2180-2200 |
| Indore- Masra | 1850 | 1850 |
| Indore- Masoor New | 1840 | 1840 |
| Indore- Medium New | 1845 | 1800 |
| Bahraich-Masoor | 3000-3025 | 3000-3025 |
| Bahraich-Export Chanti | 3550 | 3550 |
| Kolkata (Truck delivery) | 3850 | 3850 |
| 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.
- 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.

| 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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