

PULSES DAILY

November 15, 2006

URAD

FUNDAMENTALS

Urad markets witnessed steady sentiments in most of the spot markets. The mandis are seeing routine arrivals, whereas demand side is still sagging. As the next crop in Burma is likely to come only by March next year and there are not much chances of Burmese Urad flooding the domestic market. Quotes are still on the higher. So, the battle is on between supply and demand. Demand has become price sensitive at the same time supply is also not so high to put pressure on the prices. The next big crop to come to the markets is that of Andhra Pradesh, which might hit the market by early December. So, the market is in slight indecision at the stage.

Futures Market Commentary

Urad futures at NCDEX witnessed volatile movements today iterating the reliability of yesterday's gains. The futures started the session on a firmer note at Rs 3484. The prices then dipped to see the lows of Rs 3416. However, the prices recovered towards the second half of the session to close the session with moderate gains at Rs 3505. Meanwhile the prices saw the highs of Rs 3522. The activity levels in the market were also good at 37400MT.

Price Drivers

Bullish

Higher prices in global markets
Slight improvement in market activity

Bearish

Low demand of Dall at higher prices
Harvesting continues in Eastern part

Weather

Weather has improved in the eastern part of the country, which is good for harvesting of Urad in Assam and West Bengal and maturing crop in Orissa.

TECHNICALS

NCDEX -December Contract

Urad showed tentativeness at higher levels. Prices closed above 9-days and 18-days EMA, which shows bullishness in the market. Stochastics have given bullish signal in the oversold zone. MACD is also showing some decrease in bearish momentum. Volatility with bullish bias is likely in Urad futures prices.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3440	3368	3505	3593	3647

Trade Recommendation:

Risk-lovers can Buy Dec Urad above 3470 with target towards 3545 and then 3570. Put SL at 3432.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	14.11.06	13.11.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	3270-3300	3200-3400	-
Desi (UP)	Delhi	3400	3400	
Desi (MH)	Delhi	3800	3800	
Desi (new Crop)	Akola	3550-3600	3550	-
Desi (New Crop)	Gulbarga	3450	3350	+100
Desi (New Crop)	Latur	3750	3750-3800	-

CHANA

FUNDAMENTALS

Chana markets witnessed some more improvements in the prices at spot markets. Buying support at lower levels seems the reason behind this firmness, however, the same is not likely to last for long as the commodity demand has become quite price sensitive. Once the prices bounce higher, slackening in demand can be again seen. Further, though Australia has lowered its quotes, there is no news of any major import deal in Chana. Importers are not taking any risk at the stage looking at the slack demand in the terminal markets and higher prices. Fundamentals seem slightly on the steady side with shorter stock and corresponding lower demand.

Futures Market Commentary

Chana futures at the NCDEX also saw roller coaster movements today after yesterday's sharp bounce. The trading for the day in December Chana futures on the NCDEX started on firmer note at Rs 2814 and then it dipped to see the lows of Rs 2771. However, the prices improved in the second half to Rs 2833 levels before finally closing the session at Rs 2833 per quintal. The volume traded was good at 157060 MT.

Price Drivers

Bullish

Reports of export of small quantity of Chana by the government

Bearish

Lower quotes by Australia for chickpea

Poor demand at retail ends

Due arrival of imported Chana

Weather

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

TECHNICALS

NCDEX -December Contract

Chana charts are showing tentativeness at lower levels and the overall picture is turning slightly bullish. 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. Whereas MACD is showing some decrease in bearish momentum. Prices are likely to see volatile movements.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	2749	2730	2833	2885	2926

Trade Recommendation:

Sell NCDEX Chana Dec contract below 2810 with target of 2860. Second target 2885. Put SL at 2777.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	14.11.06	13.11.06	Change
Rajasthan Desi	Delhi	2940	2900-2925	+15
MP Desi	Delhi	2900	2875	+25
Kantewala	Indore	2770-2780	2775	-
Desi	Kanpur	2900	2900-2925	-
Mixed	Akola	2750-2800	2750-2800	+25
Chapa	Akola	2825-2830	2825-2830	+75
Gauran	Latur	2700	2500-2700	-
Annagiri	Latur	2900	2900-2950	-
G-12	Latur	2800	2800-2850	-
Gauran	Jalna	NA	2550-2600	-
Pila	Jalna	NA	2600-2650	-

TUR

FUNDAMENTALS

Mixed sentiments were seen in the Tur spot markets today. In some markets slight recovery in the prices were seen supported by firmness in Chana. Some activity was seen in the market after recent correction in the prices, which supported the prices. As the sentiments in the coming days is likely to cool off with the progress of harvest in major growing belts of Haryana and UP, there is not much scope for the prices on the up side. However, the prices have already come down to the normal levels the downside is also not very far. The crop this year is expected to be lower, so stockists will become active once it hits the market more widely. So, according to the trade sources, the prices are likely to hover in a small band until the harvesting pace accelerates.

Futures Market Commentary

Tur Futures at NCDEX traded on the weaker side throughout the session negating the yesterday's gains. December contract of Tur stated the day on a weaker note at Rs 1782. The prices then slipped to see the lows of Rs 1765. Some speculative buying towards the closing of the session bring some recovery in the prices to Rs 1778. The fundamentals still remain on the bearish side, thanks to the arrival of the harvesting season.

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 are showing some mixed picture. Prices closed below both the 9-days and 18-days EMA, which shows bearishness in the market. Stochastics have given bullish signal in the oversold zone. MACD is also showing some decrease in bearish momentum. Volatility is likely in Tur futures price movements.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	1760	1740	1778	1815	1835

Trade Recommendation:

Buy NCDEX Tur Desi Dec contract above 1769 with target towards 1794 and 1809. Put SL at 1754.

Spot Market Prices of Tur

(Rs/qrtl)

Origin/Grade	Center	14.11.06	13.11.06	Change
Burmese Lemon	Mumbai	1575	1601	-25
Burmese Lemon	Delhi	1750	1750	-
Maharashtra tur	Delhi	1900	1850	+50
Karnataka tur	Delhi	NA	NA	
Red tur	Gulbarga	1880	1850	+30
Fatka Dall	Gulbarga	2700	2700	-
Red Tur	Latur	1925	1875	+50
White Tur	Latur	1800	1800	-
Red	Jalna	NA	1700-1750	
White	Jalna	NA	1700	
BDM	Jalna	NA	1775	-
Vidharpatta	Akola	1800-1820	1800-1820	-
Marathwada	Akola	1820-1840	1820-1840	-

OTHERS

Moong

Moong markets saw slight improvements finally after witnessing subdued prices for long time. Depleting arrivals and poor availability caused some interest among the buyers despite weaker demand in the retail end. Arrivals are decreasing with the passage of time, which is likely to support the prices. The only pressure for the prices are subdued demand, thus we look a range bound movement in the commodity.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	14.11.06	13.11.06
Kekdi/kishangarh (Raj)	Delhi	3250	3300-3350
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3400-3575	3550
Desi	Indore	3200-3350	3100-3350
Desi	Gulbar ga	3200	3100
Chamki	Jalna	3200	3100
Chamki	Latur	3100-3200	3300
Chamki	Akola	NA	3200

Field Peas

Field pea prices improved slightly today in conjunction with the other pulses. However, the fundamentals still remain on the softer side as imports continue to fulfill the domestic demand. Though the prices of Canadian and Australian pea are higher this year on account of poor production, they are still finding avenues like India to sell their produce at premium. Indian market has good demand for the same, as higher prices of other pulses are forcing consumers with lower income to switch to the peas. However, bulk of imported peas in the Indian markets are now pressuring the prices down as with the approach of winter season demand is also shifting towards cheaper vegetables.

Spot Market Prices of Pea (Rs/qtt)

Center	14.11.06	13.11.06
Mumbai (Canadian)	1575	1601
Kanpur	1480-1490	1480-1485

Masoor

Masoor markets remained steady to slightly firm in conjunction with the other pulses especially Chana. Government decision to export 2000MT of masoor might have provided some support to the prices. Lack luster trading along with availability of cheaper alternative like vegetables are not allowing the prices to surge high.

Spot Market Prices of Masoor (Rs/qtt)

Center	14.11.06	13.11.06
Delhi-MP/kota Line	1850	1850
Delhi- UP/Sikari	1900-1950	1900-1950
Kanpur local mill delivery	1925	1925-1930
Kanpur new- Braeilly Delivery	2000	1990-2000
Kanpur- new Malka Dal	2125-2150	2125
Indore- Masra	1790-1800	1810
Indore- Masoor New	1780-1790	1800
Indore- Medium New	1750	1750
Bahraich-Masoor	3000-3025	3000-3025
Bahraich-Export Chanti	3800-3850	3800-3850
Kolkata (Truck delivery)	3700-3750	3700-3750
Masur Dal	3000	3000

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 Anneswar Mung Mumbai	650-750
Burmese Pokako Mung Mumbai/Chennai	655-760
Chinese above 3.5 mm grade Chennai	780-790
Australian Chickpea Chennai/Mumbai	580

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	45.16
European Union	Euro	57.92
Japan	100 Yen	38.40
United Kingdom	GBP	85.99

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