

PULSES DAILY

URAD

November 08, 2006

FUNDAMENTALS

Urad prices in most of the spot markets witnessed easing sentiments on account of general weakness in the other pulses. Market continues to cool off on account of lower activity levels and demand. Harvesting in West Bengal is in progress at the same time sowing of Rabi urad is also getting momentum in healthy weather. Sowing is in progress in MP and AP. Some cooling off in the prices might only bring back some warmth in the market.

Futures Market Commentary

Urad futures at NCDEX tumbled today in conjunction with other pulses. December Urad futures started the day on a weaker and then it never looked back. The lack lustre physical markets seem the main reason behind the weakness. Urad December futures at NCDEX opened weak at Rs 3535 and after that the prices plunged to see the lows of Rs 3472 per qtl before finally closing at Rs 3493 per qtl. The volumes traded were slightly lower at 24770 MT.

Price Drivers

Bullish

High prices in international markets

Bearish

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

Weather

Weather is supportive for sowing of Rabi Urad in MP and AP. Rains in AP are beneficial for the early sown crop.

TECHNICALS

NCDEX -December Contract

Urad continue to trade sideways with slightly bearish inclination. The prices closed below both the 9-days and 18-days EMA showing weakness in the market. Stochastics has lost its significance after multiple crossovers. MACD continues to show increasing bearish momentum. The prices are likely to show volatility with bearish bias.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3431	3363	3493	3594	3641

Trade Recommendation:

Risk-lovers can sell Dec Urad below 3530 with target towards 3460. Second target 3440. Put SL at 3570.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	07.11.06	06.11.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	NA	NA	-
Maharashtra Desi	Delhi	NA	3600	
Desi (new Crop)	Akola	3575	3600	-25
Desi (New Crop)	Gulbarga	3650	3650	-
Desi (New Crop)	Latur	3800-3900	Closed	NA
Desi (New Crop)	Jalna	3300-3400	3300-3400	-
Desi (New Crop)	Indore	3350	3200-3300	-

CHANA

FUNDAMENTALS

Chana market continues to adjust prices for the imported Chickpea. According to the market sources 40000 MT Chickpea is coming from Australia to replenish the domestic demand. Meanwhile, stock limit in pulses, which was effective from 5th November in Delhi, has been extended to 20th of this month. Though the market with already poor stocks is not likely to be affected by this move. The main factor behind the easing prices seems lower demand for the commodity due to higher prices. Further, Chana is expected to get larger chunk in total Rabi acreage this year as compared to the previous year, thanks to decreasing interest in mustard crop.

Futures Market Commentary

Chana futures at NCDEX witnessed sharp correction today pressured by the poor demand in physical markets. Due arrivals of Australian chickpea also pressured the prices. December Chana futures at NCDEX started the day slightly on a weaker note at Rs 2913. The prices tried to climb higher earlier part of the session and saw the highs of 2934. However, the market couldn't sustain the higher prices and slipped sharply to close at day's low of Rs 2842.

Price Drivers

Bullish

Higher prices in International markets

Bearish

Poor demand at retail ends

Due arrival of imported Chana

Weather

Rains in AP and Maharashtra will be beneficial for the early sown crop. Weather is conducive for Chana sowing in MP.

TECHNICALS

NCDEX -December Contract

Chana took sharp correction today. Candlesticks have formed closing marubozu pattern, which shows strength in the bear camp. Prices closed below both the 9-days and 18-days EMA. Stochastics and MACD are also supporting the bears. The prices are likely to show volatility with bearish bias.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Dec	2778	2755	2842	2929	2950

Trade Recommendation:

Sell NCDEX Chana Dec contract below 2875 with target of 2816. Second target 2797. Put SL at 2905.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	07.11.06	06.11.06	Change
Rajasthan Desi	Delhi	2875	2975	-100
MP Desi	Delhi	2900	2950	-50
Kantewala	Indore	2800	2850	-50
Desi	Kanpur	3000	3150	-150
Mixed	Akola	2800-2850	2825	-
Chapa	Akola	2875	2925	-50
Gauran	Latur	2800	Closed	-
Annagiri	Latur	3000	Closed	-
G-12	Latur	2900	Closed	-
Gauran	Jalna	2800	2800	-
Pila	Jalna	2850	2850	-

TUR

FUNDAMENTALS

Tur market is witnessing easing sentiments, as harvesting season is about to start. Harvesting has started in early sown areas of Haryana. Karnataka is next to follow as harvesting there will start late this month. Thus sentiments continue to remain on the weaker side in Tur. Though, the crop this year is expected to be slightly short and also it's a off season, the lower activity levels and demand for Tur are pressurising the prices. As it's a winter season some shift in demand towards vegetable on account of higher prices is obvious. Imports are also unattractive at the stage due to poor margins. Hence the market prices are adjusting for the lower demand.

Futures Market Commentary

NCDEX December tur futures opened weak today in conjunction with the other pulses. Fresh arrivals in Haryana bring some bearish sentiments with it in Tur markets. The December Tur futures started the day weak at Rs 1832, and then it has traded mostly bearish in the range of Rs 1814-1840 before finally closing at Rs 1820. Fundamentals are not supportive of higher prices at the stage, thanks to the approaching harvesting season and lower demand.

Price Drivers

Bullish

Depleting stocks

Bearish

Fresh arrivals in Haryana started

Lower demand and activity levels

Weather

Showers in south are not likely to harm the Tur crop, which is in pod-filling stage. Weather is congenial for Tur harvest in Haryana.

TECHNICALS

NCDEX -December Contract

Urad charts are slightly turning bearish with close below both the 9-days and 18-days EMA. Stochastic oscillator has made bearish crossover with %d line. However, MACD is again deviating away in the negative side indicating some increase in bearish momentum. Bearish bias is likely in Tur futures trade.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	1796	1783	1820	1846	1860

Trade Recommendation:

Sell NCDEX Tur Desi Dec contract near 1830 with target towards 1800 and second target at 1788. Put SL at 1850.

Spot Market Prices of Tur

(Rs/qrtl)

Origin/Grade	Center	07.11.06	06.11.06	Change
Burmese Lemon	Mumbai	1625	1650	-
Burmese Lemon	Delhi	NA	1750	-125
Maharashtra tur	Delhi	NA	1850	-50
Karnataka tur	Delhi	NA	NA	-
Red tur	Gulbarga	1875	1875	-
Fatka Dall	Gulbarga	2800	2850	-50
Red Tur	Latur	1950	Closed	NA
White Tur	Latur	1850	Closed	NA
Red	Jalna	1700	NA	-
White	Jalna	1750	1750-1775	-25
BDM	Jalna	1750-1775	1750-1775	-20
Vidharpatta	Akola	1885	1870-1875	+10
Marathwada	Akola	1900	1900	-

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	07.11.06	06.11.06
Kekdi/kishangarh (Raj)	Delhi	NA	3400
Shekhavati (Raj)	Delhi	NA	3350
Medta (Raj)	Delhi	NA	3400-3450
Desi	Indore		3200-3300
Desi	Gulbarga	3200	3200
Chamki	Jalna	3100-3200	3100-3150
Chamki	Latur	3000-3250	Closed
Chamki	Akola	3150-3300	3100-3200

Field Peas

Weakness in other pulses also spilled over in peas market. However, both 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.

Spot Market Prices of Pea

(Rs/qtt)

Center	07.11.06	06.11.06
Mumbai (Canadian)	1281	1275-1280
Kanpur	1500	1535-1540

Masoor

Masoor markets also saw weakness due to general weakness in other pulses today. Lack luster trading along with availability of cheaper alternative like vegetables put pressure on the prices.

Spot Market Prices of Masoor

(Rs/qtt)

Center	07.11.06	06.11.06
Delhi-MP/kota Line	NA	1925-1950
Delhi- UP/Sikari	NA	2600
Kanpur local mill delivery	1940	1950
Kanpur new- Braeilly Delivery	2000	2020
Kanpur- new Malka Dal	2125	2150
Indore- Masra	1780-1790	1820
Indore- Masoor New	1770	1810
Indore- Medium New	1770	1725
Bahraich-Masoor	NA	NA
Bahraich-Export Chanti	NA	NA
Kolkata (Truck delivery)	NA	NA
Masur Dal	NA	NA

International Prices

(\$/ton) (CNF 90 days)

Quality	05.11.06
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 arrived at Mumbai port and is waiting for berth. This vessel will be discharging 33,700 MT of peas. Sahi Oretrans P. Ltd will be handling this vessel. Another vessel 'Captain Memo-VI' is expected to arrive at Mumbai port on November 06, 2006. Vessel will be carrying 13516 MT of Yellow/white Peas. Shaan Marine service will be handling this vessel.
- 'Lissa Topic' has arrived at Kolkata port. Vessel is carrying 39,383 MT of peas. Vessel 'Columbia River' is expected on November 3, 2006 at Kolkata port. Vessel will discharge 26916 MT of peas.
- Vessel 'MV Great Summit' is expected at Tuticorin port by November 03, 2006 to discharge 32,369 MT of peas. Vilsons shipping will be handling these vessels. Another vessel 'Bianco Zealand' is expected to arrive on November 05, 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	44.830
European Union	Euro	57.210
Japan	100 Yen	38.070
United Kingdom	GBP	85.360

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