

PULSES DAILY

November 21, 2006

URAD

FUNDAMENTALS

Urad saw steady sentiments today as traders found it difficult to justify the recent bounce back in the prices. Demand for the commodity continues to remain subdued at the higher prices in most of the terminal markets. Harvesting is in progress in Assam and some patches of Orissa. So, the supply side is not much concerning for the commodity as these intermittent crops are filling up the demand. As the demand has become price sensitive, it becomes subdued once the prices move higher. Traders in most trading centres opine that the up side potential of the prices is limited in the commodity.

Futures Market Commentary

Urad futures at NCDEX slipped sharply on the last trading day of the week as the prices corrected for the recent undue gains. December futures started the session on a firmer note at Rs 3320, but prices couldn't move a step higher than this and slipped sharply to see the lows of Rs 3248 before finally closing the day at Rs 3269 a quintal. The fundamentals continue to remain on the weaker side.

Price Drivers

Bullish

Higher prices in global markets

Bearish

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

Weather

Weather is suitable for harvesting of Urad in Assam and Orissa.

TECHNICALS

NCDEX -December Contract

Urad market is witnessing sideways trading these days. Prices closed above 9 days EMA thus indicating firmness. Stochastic Oscillator is also negative in neutral region. However, MACD is also showing some decrease in bearish momentum. The contract might witness volatile price movements with bearish inclination.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3407	3366	3485	3536	3562

Trade Recommendation:

Sell Dec Urad below 3520 with target towards 3440 and then 3410. Put SL at 3570.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	20.11.06	18.11.06	Change
Burma Faq	Mumbai	3550-3575	3625	-50
Burma Faq	Delhi	3400	NA	-
Desi (UP)	Delhi	3225-3250	3225	-
Desi (MH)	Delhi	3750	3750	-
Desi (new Crop)	Akola	Closed	3625-3650	
Desi (New Crop)	Gulbarga	Closed	3550	-
Desi (New Crop)	Latur	Closed	3850	-

CHANA

FUNDAMENTALS

Prices of Chana eased further in Indore and Delhi markets in a thin trading day. The sentiments in Chana markets have become quite indecisive at the stage. On one side depleting stocks are putting pressure on the prices, whereas on the other side subdued demand in terminal markets and cheaper substitutes are not letting the prices to move up. According to the market sources, prices of chickpea have come down in international markets due to sustained lack of demand from importing nations viz India. Increased volatility in domestic markets has distracted the interest of importers in Indian subcontinent. Trade sources said that now Australians are offering farm-track chickpea (non-conditioned) as low at \$560 per ton (CNF Mumbai) for December shipment.

Futures Market Commentary

Tur Futures at NCDEX are continued its firmness of last week on Monday. As Tur dal has become cheapest among other major substitutes, it is winning some interest. December contract of Tur started the day on a bullish note at Rs 1815 and then it surged to the highs of Rs 1842. However, the prices couldn't sustain the higher levels and washed away most of the earlier gains to at Rs 1811.

Price Drivers

Bullish

Depleting stocks

Bearish

Lower quotes by Australia for chickpea

Poor demand at retail ends

Weather

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

TECHNICALS

NCDEX -December Contract

Chana charts are portraying mixed picture. Candlesticks are indicating indecision in the market. Prices closed below 9 days EMA that hints for the weakness. MACD is again heading upward in negative region showing weakening bearish momentum. Stochastic however, is on the verge of giving bearish signal. The contract might continue to see volatile movement of prices.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Dec	2772	2734	2824	2883	2930

Trade Recommendation:

Buy NCDEX Chana Dec contract above 2800 with target of 2860. Second target 2880. Put SL at 2760.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	20.11.06	18.11.06	Change
Rajasthan Desi	Delhi	2835-2840	2875-2900	-60
MP Desi	Delhi	2800	2850-2875	-50
Kantewala	Indore	2725-2730	2750-2760	-30
Desi	Kanpur	2850	2975	-125
Mixed	Akola	Closed	2800	-
Chapa	Akola	Closed	2800	-
Gauran	Latur	Closed	Closed	-
Annagiri	Latur	Closed	Closed	-
G-12	Latur	Closed	Closed	-
Gauran	Jalna	Closed	2650	-
Pila	Jalna	Closed	2700	-

TUR

FUNDAMENTALS

Tur market is witnessing some firmness in the prices despite the arrival of harvesting season. As the harvesting has still to get momentum, traders are slightly on the bullish side in Tur, thanks to the comparative price advantage of Tur dal among the major substitutes. Large gap in the prices of Tur dal and Chana caused some increased interest in the commodity. Also, the fresh Tur arriving in the market is laden with moisture and will need some time to dry for the milling. Though, the scope on the upside is limited, thanks to ongoing harvesting of the cop in some states, some firmness in the prices can be seen till the harvesting gathers momentum.

Futures Market Commentary

Tur Futures at NCDEX retreated all the initial gains to close the session in Red. December contract of Tur started the day on a bearish note at Rs 1800 and then prices surged initially to the highs Rs 1835. However, weakness in other pulses pulled the prices down to close the session in red at Rs 1801. The volumes traded remained on the lower side at 2670MT.

Price Drivers

Bullish

Fresh demand at lower prices in the retail markets

Bearish

Fresh arrivals in Haryana started

Harvesting in some patches of AP and Karnataka started

Weather

Weather is congenial for Tur harvest in Haryana and UP. Weather is improving in southern part of the country, where the crop is maturing.

TECHNICALS

NCDEX -December Contract

Tur is moving in a bumpy upward path. Consecutive higher highs, higher lows and higher close depict the firmness in the prices. However long upper shadow shows some hesitation at higher levels. MACD is rising in the negative zone showing decreasing bearish momentum. Stochastic Oscillator is bullish in the neutral region. The prices might remain volatile with bullish bias.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Dec	1782	1764	1811	1852	1848

Trade Recommendation:

Buy NCDEX Tur Desi Dec contract above 1800 with target towards 1840 and 1850. Put SL at 1775.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	20.11.06	18.11.06	Change
Burmese Lemon	Mumbai	1671	1650	+21
Burmese Lemon	Delhi	1850	1800	+50
Maharashtra tur	Delhi	1850-1925	1850-1875	+50
Karnataka tur	Delhi	1950	1900-1925	+25
Red tur	Gulbarga	Closed	1900	-
Fatka Dall	Gulbarga	Closed	2750	-
Red Tur	Latur	Closed	Closed	-
White Tur	Latur	Closed	Closed	-
Red	Jalna	Closed	1700-1750	-
White	Jalna	Closed	1700	-
BDM	Jalna	Closed	1800	-
Vidharpatta	Akola	Closed	1900	-
Marathwada	Akola	Closed	1910	-

OTHERS

Moong

Moong markets remained slightly firm in conjunction with Tur. Depleting arrivals and poor availability caused some interest among the buyers despite weaker demand in the retail end. But the overall weakness in the pulses demand is pressuring the prices. Arrivals are decreasing with the passage of time, which is likely to support the prices. Thus we look a range bound movement in the commodity.

Spot Market Prices of Moong

(Rs/qtt)

Origin/Grade	Center	20.11.06	18.11.06
Kekdi/kishangarh (Raj)	Delhi	3300	3250
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3500	3450
Desi	Indore	3100-3400	3100-3300
Desi	Gulbar ga	Closed	3200
Chamki	Jalna	Closed	3100-3150
Chamki	Latur	Closed	Closed
Chamki	Akola	Closed	3100-3200

Field Peas

Field pea prices eased slightly at most of the terminal markets. 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	20.11.06	18.11.06
Mumbai (W.Canadian)	1251	1241
Kanpur	1470	1480

Masoor

Masoor markets witnessed mixed sentiments in different markets. The exports in the commodity are being seen in small quantities. As, the Lentil production in Australia this year has gone down sharply this year, the International prices are not coming down. Overall the demand side is still lagging and thus the prices are hovering in a range. 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	20.11.06	18.11.06
Delhi-MP/kota Line	2000	2025
Delhi- UP/Sikari	2700	2750-2775
Kanpur local mill delivery	1975-1980	1975-2000
Kanpur new- Braeilly Delivery	2050	2080
Kanpur- new Malka Dal	2180	2175-2200
Indore- Masra	1835-1840	1810
Indore- Masoor New	1825-1830	1800
Indore- Medium New	1775	1700
Bahraich-Masoor	3025	2950-3000
Bahraich-Export Chanti	3550	3500
Kolkata (Truck delivery)	3850	3800
Masur Dal	3100-3200	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 Shweba 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	560

Port Watch

- Sea Amity has arrived at Kolkata port to discharge 26871 MT of pulses and wheat. Farah 3 has also arrived at the port to discharge 10000MT of pulses and wheat. 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 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.
- 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.

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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