

PULSES DAILY

November 06, 2006

URAD

FUNDAMENTALS

Since millers are finding problem in selling urad in physical markets at higher prices, traders do not rule out possibility of increase in deliveries in futures market. NCDEX has modified the quality specifications to stimulate the interest of commercials or actual users. Overall fundamentals are weak in urad markets. Harvest of urad has started in some areas of eastern states. Demand literally has zeroed in UP urad markets.

Futures Market Commentary

NCDEX December Urad futures were highly volatile as usual since opening of the session. Futures reached the top today at 3593 just before 11.00 hrs. Futures moved both side of unchanged level till 11.25 hrs. Futures thereafter got trapped in negative zone for the remaining session. Futures bottomed out just before closing. NCDEX December futures finally finished the day off Rs 56 at Rs 3499 per qtl.

Price Drivers

Bullish

High prices in international markets

Bearish

Low demand of Dall at higher prices

Weather

Mainly dry weather is expected over kharif urad producing regions. Rains in AP will be beneficial for upcoming crop.

TECHNICALS

NCDEX -December Contract

Dark candlestick body with big uppers shadow reflects weak upside potential. Prices closed below both the 9-days and 18-days EMA. %K line is trending below %d line. MACD has just made centerline crossover. RSI also is giving bearish signal.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3459	3419	3499	3566	3633

Trade Recommendation:

Risk-lovers can sell Dec Urad near 3500 with target towards 3480. Second target 3465. Put SL at 3515.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	04.11.06	03.11.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	NA	NA	-
UP Desi	Delhi	3450	3350-3425	-
Maharashtra Desi	Delhi	3850	3850	-
Desi (new Crop)	Akola	3600-3650	3500-3600	-
Desi (New Crop)	Gulbarga	3650	3675	-25
Desi (New Crop)	Latur	3800	3850	-50
Desi (New Crop)	Jalna	3500	3400	+100
Desi (New Crop)	Indore	3200-3600	3200-3550	-

CHANA

FUNDAMENTALS

Nervousness was high in chana markets following reports of due consignment from Australia. Demand also has weakened after festivals. Processors/actual users in fact had covered enough of their requirement before Oct festivals. Stockists are little hesitant in lowering quotes in lean season. Traders believe that one consignment should not make much difference. Importers at present also are not very active due to increased volatility in the market. Weakness above Rs 3000 levels also has discouraged Indian pulses importers to continue with chickpea.

Futures Market Commentary

NCDEX December Chana Futures opened slightly firm, but set out moving downward soon after opening of the session. Futures turned red within 5 minutes after opening of the session. Steady downtrend persisted through the day. Futures fell to the days' low at 2912 just before closing. December chana futures finally finished the day off Rs 87 at Rs 2923 per qtl.

Price Drivers

Bullish

Restricted selling by stockists

Bearish

Due import of Chana ahead

Weather

Light rains in early sown areas of chana in AP, and Maharashtra will be beneficial for the upcoming crop.

TECHNICALS

NCDEX -December Contract

Dark candlestick body has formed 'opening marubozu', which shows dominion of bears right from the opening of the session. Both 9-days and 18-days EMA remained above price-line. Stochastic oscillator has made bearish crossover with %d line. MACD also is trending below its signal line in to negative territory.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
December	2885	2846	2923	2989	3054

Trade Recommendation:

Buy NCDEX Chana Dec contract at 2920 with target of 2950. Second target 2975. Put SL at 2905.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	04.11.06	03.11.06	Change
Rajasthan Desi	Delhi	3050	3100	-50
MP Desi	Delhi	3025	3080	-55
Kantewala	Indore	2950	2975-2980	-25
Desi	Kanpur	3100	3120-3125	-20
Mixed	Akola	2925	2925	-
Chapa	Akola	2950	2950	-
Gauran	Latur	2750	2700	+50
Annagiri	Latur	2900	2900	-
G-12	Latur	2800	2800	-
Gauran	Jalna	2850-2900	2950	-50
Pila	Jalna	2950	2975-3000	-25

TUR

FUNDAMENTALS

Sentiments also are weak in tur markets. Weather situation is favorable for crop. Since other pulses also has been trading on higher side, traders feel that room for further improvements are limited. Harvest of tur will start in northern Karnataka by end of November and in South Maharashtra within first fortnight of December. Production of tur this is expected to cross 23 lakh ton this year. Import for the same has been low due to poor margins.

Futures Market Commentary

NCDEX December tur futures opened firm, but moved randomly through the day. Tur futures reached the days' high at 1858 by 11.20 hrs. Futures turned red in next 25 minutes. Futures recovered from this bearishness before 12.40, but could not retain in green zone for more than 10 minutes. Futures fell back into negative territory before 13.00 hrs and caught trapped in red zone for rest of the session. Futures bottomed out just before closing. December tur futures finally finished the day off Rs 5 at Rs 1840 per qtl.

Price Drivers

Bullish

Restricted selling by stockists

Bearish

Due harvest ahead

Weather

Scattered showers in south will help filling grains. Crop is in pod-setting stage.

TECHNICALS

NCDEX -December Contract

Dark candlestick body has formed 'short day' pattern. Prices closed below both the 9-days and 18-days EMA. Stochastic oscillator has made bearish crossover with %d line. MACD is in negative territory and running below its signal line.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	1831	1823	1840	1853	1867

Trade Recommendation:

Sell NCDEX Tur Desi Dec contract near 1845 with target towards 1832, second target 1825. Put SL at 1852.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	04.11.06	03.11.06	Change
Burmese Lemon	Mumbai	1650	1650	
Burmese Lemon	Delhi	1875	1875	
Maharashtra tur	Delhi	2000	1975-2000	
Karnataka tur	Delhi	NA	NA	
Red tur	Gulbarga	1900	1900	-
Fatka Dall	Gulbarga	2850	2850	-
Red Tur	Latur	1975	1975	-
White Tur	Latur	1900-1925	1900	-
Red	Jalna	1700	NA	-
White	Jalna	1750-1775	1800	-25
BDM	Jalna	1800	1850	-50
Vidharpatta	Akola	1875	1870	+5
Marathwada	Akola	1900	1875	+25

OTHERS

Moong

Sentiments remained weak in moong markets. 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	04.11.06	03.11.06
Kekdi/kishangarh (Raj)	Delhi	3400	3350-3400
Shekhavati (Raj)	Delhi	3350	3400
Medta (Raj)	Delhi	3400-3450	3500
Desi	Indore	3400-3600	3200-3500
Chamki	Jalna	3300	3200
Chamki	Latur	3150	3200
Chamki	Akola	3300	3300

Field Peas

Slight weakness was seen in tune to downtrend in chana markets. Otherwise, demand for the same was reported well for peas. In fact 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	04.11.06	03.11.06
Mumbai (Canadian)	1275	1301
Kanpur	1550-1555	1550

Masoor

Masoor markets observed mixed trend. Exporters, who had received permission from the court long back for supplying against old LCs, still are active buyer for chanti, where as demand for 'motti' masoor remained subdued in domestic markets.

Spot Market Prices of Masoor

(Rs/qtt)

Center	04.11.06	03.11.06
Delhi-MP/kota Line	1950-2000	1950
Delhi- UP/Sikari	2500-2550	2600
Kanpur local mill delivery	1960	1960
Kanpur new- Braeilly Delivery	2030	2040
Kanpur- new Malka Dal	2175	2175
Indore- Masra	1830-1835	1840
Indore- Masoor New	1820	1830
Indore- Medium New	1775	1775
Bahraich-Masoor	3000	3000
Bahraich-Export Chanti	3550	3550
Kolkata (Truck delivery)	3850	3850
Masur Dal	3100	3100

International Prices

(\$/ton) (CNF 90 days)

Quality	04.11.06
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 Anneswar 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	44.840
European Union	Euro	57.280
Japan	100 Yen	38.290
United Kingdom	GBP	85.550

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