

PULSES DAILY

November 17, 2006

URAD

FUNDAMENTALS

Urad prices remained steady in most of the spot markets. The mandis are seeing routine arrivals, whereas demand side is still sagging. Demand has become price sensitive these days; at the same time supply is also not so high to put pressure on the prices. The harvesting season is on and arrivals will increase with the progress of harvest. Further according to reports, NAFED has This is against a total contracted quantity of 49300 tonnes of pulses comprising 37000 tonnes of urad and 12300 tonnes of moong of Myanmar orig. Thus somewhat weaker sentiments are waiting for tur ahead. Currently small crop of Assam is being reaped. The next big crop to come to the markets is that of Andhra Pradesh, until then the sentiments are likely to remain steady.

Futures Market Commentary

Urad futures at NCDEX bounced higher today as speculative buying pushed the prices higher. The futures started the session on a firmer note at Rs 3484. The prices then dipped to see the lows of Rs 3509. The prices then recouped to see the highs of Rs 3566 before finally closing the day at Rs 3551. The volumes traded were normal at 38070 MT.

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 charts are showing tentativeness at higher levels. Candlesticks are indicating bullish sentiments prevailing in the market. MACD is gaining strength in negative zone. Oscillators like Stochastic and RSI are bullish in neutral region. Prices closed above 9 days and 18 days moving averages indicating bullishness in prices. The prices are expected to remain firm.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3486	3450	3550	3600	3642

Trade Recommendation:

Risk-lovers can Buy Dec Urad above 3525 with target towards 3580. Put SL at 3484.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	15.11.06	14.11.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	3270-3300	3270-3300	-
Desi (UP)	Delhi	3300	3400	-100
Desi (MH)	Delhi	3800	3800	-
Desi (new Crop)	Akola	3625	3550-3600	+75
Desi (New Crop)	Gulbarga	Closed	3450	-
Desi (New Crop)	Latur	3750	3750	-

CHANA

FUNDAMENTALS

Chana markets witnessed some more improvements in the prices at spot markets. Stocks of the commodity are at lower levels and thus some buying interest in thin market has resulted in triggered prices. 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. Fundamentals seem slightly on the steady side with shorter stock and corresponding lower demand.

Futures Market Commentary

Chana futures at the NCDEX also saw firm movements today after yesterday's volatile movements. The trading for the day in December Chana futures on the NCDEX started on firmer note at Rs 2834 and since then it has never looked back. The contract saw the highs of Rs 2899 during the session and closed at the same position. Some firmness in the physical markets was also seen.

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 displaying slight bounce in prices after the recent downstream. Candlesticks are reflecting bullish sentiments prevailing in the market. MACD is in support of bulls, as it has turned higher in the negative zone. 9-EMA is below the closing prices thus indicating slight firmness prevailing in the market. Oscillators like stochastics and Relative strength index are running upwards in neutral region thus indicating bullishness in the market. The contract might witness bullish movement of prices.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	2829	2774	2899	2968	3033

Trade Recommendation:

Buy NCDEX Chana Dec contract above 2870 with target of 2930. Second target 2960. Put SL at 2830.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	15.11.06	14.11.06	Change
Rajasthan Desi	Delhi	2975	2940	+35
MP Desi	Delhi	2925	2900	+25
Kantewala	Indore	2825	2770-2780	+45
Desi	Kanpur	2935	2900	+35
Mixed	Akola	2775-2800	2750-2800	-
Chapa	Akola	2825-2850	2825-2830	-
Gauran	Latur	2600	2700	-100
Annagiri	Latur	2900	2900	-
G-12	Latur	2700-2800	2800	-
Gauran	Jalna	NA	NA	-
Pila	Jalna	NA	NA	-

TUR

FUNDAMENTALS

Tur markets witnessed steady sentiments today. The trade continues to remain lack luster in the entire pulses on account of weakness in dal demand from retail end. The harvesting season is on and arrivals will increase with the progress of harvest. Thus somewhat weaker sentiments are waiting for tur ahead. Currently small crops of Haryana are being reaped. Some patches of UP is also lining up. The next big crop to come to the markets is that of Karnataka by early December. So, the supply pressure will build up slowly with the progress of harvest. The Tur production this year is expected to decrease this year.

Futures Market Commentary

Tur Futures at NCDEX traded on the firmer side today supported by firmness in the other pulses. December contract of Tur started the day on a bullish note at Rs 1782 and then it never traded in red. The prices peaked at Rs 1796 in today's trade and close at Rs 1785. The fundamentals still remain on the softer 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 bearish sentiments prevailing in the market. Candlesticks are reflecting indecision at the current levels. MACD has made a bullish crossover with its signal line in the negative region. RSI is increasing and Stochastic Oscillator is rising from oversold region and moving towards neutral territory. Prices might remain tentative at current levels.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	1760	1740	1785	1818	1835

Trade Recommendation:

Buy NCDEX Tur Desi Dec contract above 1780 with target towards 1808 and 1818. Put SL at 1760.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	15.11.06	14.11.06	Change
Burmese Lemon	Mumbai	1625	1575	+50
Burmese Lemon	Delhi	1750	1750	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	NA	NA	
Red tur	Gulbarga	Closed	1880	+30
Fatka Dall	Gulbarga	Closed	2700	-
Red Tur	Latur	1925	1925	-
White Tur	Latur	1800	1800	-
Red	Jalna	NA	NA	
White	Jalna	NA	NA	
BDM	Jalna	NA	NA	-
Vidharpatta	Akola	1820-1830	1800-1820	+10
Marathwada	Akola	1840-1850	1820-1840	+10

OTHERS

Moong

Moong markets remained stale in most of the centers in the absence of any fresh inputs to the market. 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	15.11.06	14.11.06
Kekdi/kishangarh (Raj)	Delhi	3250	3250
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3400-3575	3400-3575
Desi	Indore	3100-3200	3200-3350
Desi	Gulbar ga	Closed	3200
Chamki	Jalna	3200	3200
Chamki	Latur	3100-3200	3100-3200
Chamki	Akola	NA	NA

Field Peas

Field pea prices remained range bound at most of the terminal markets. 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	15.11.06	14.11.06
Mumbai (W.Canadian)	1221	1221
Kanpur	1490-1500	1480-1490

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	15.11.06	14.11.06
Delhi-MP/kota Line	3250	3250
Delhi- UP/Sikari	NA	NA
Kanpur local mill delivery	1940	1925
Kanpur new- Braeilly Delivery	2010	2000
Kanpur- new Malka Dal	2140	2125-2150
Indore- Masra	1800	1790-1800
Indore- Masoor New	1790	1780-1790
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

- 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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