

PULSES DAILY

November 22, 2006

URAD

FUNDAMENTALS

Urad continue to see easing sentiments in most of the terminal markets. The prices cooled off in the absence of active demand support. Demand for the commodity continues to remain weak at the higher prices in most of the terminal markets. Imports of Urad are still costly enough to deter importers to indulge in a big import deal. Also, harvesting season is imparting some bearish sentiments to the market. The prices are likely to remain on the softer side.

Futures Market Commentary

Urad futures at NCDEX showed roller coaster movements today. December futures of Urad at NCDEX started the session steady at Rs 3519, and then the prices dipped to see the lows of Rs 3480. However, buying support at lower levels pushed the prices to the highs of Rs 3545. The contract finally settled at Rs 3518 a quintal. Harvesting season is on and a major crop of AP is still to come, so the sentiments in Urad are slightly on the softer 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 continued its sideways movement today. Prices closed above 9 days EMA thus indicating firmness. Stochastic Oscillator is positive in neutral region. However, MACD is showing some further decrease in bearish momentum The contract might witness volatile price movements.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3485	3430	3518	3585	3660

Trade Recommendation:

Sell Dec Urad below 3550 with target towards 3480 and then 3442. Put SL at 3589.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	22.11.06	21.11.06	Change
Burma Faq	Mumbai	3575	3575	-
Burma Faq	Delhi	3300-3325	3300-3350	-
Desi (UP)	Delhi	3100-3150	3190-3200	-50
Desi (MH)	Delhi	3300	3350	-50
Desi (new Crop)	Akola	3550-3600	3600-3625	-25
Desi (New Crop)	Gulbarga	3500	3550	-50
Desi (New Crop)	Latur	3750	3750	-

CHANA

FUNDAMENTALS

Chana prices are again heading up thanks to the supply shortage of the commodity. The stock position in the domestic markets seem low, but looking at the forth coming large crop after two months and higher quotes by Australia, importers are not taking risk in the commodity. Until any big consignment reaches the country there is not much chances of prices coming down in a big way. However, upside potential also seems limited particularly due to price sensitive demand.

Futures Market Commentary

Chana futures at NCDEX traded firm today in the absence on any fresh bearish inputs to the market sentiments. December Chana futures on the NCDEX started steady at Rs 2848, and the prices then surged to see the highs of Rs 2929. The contract closed the session near its day's high at Rs 2923, the highest close in last fifteen days. Chana market seems getting some support from the depleting stock position in the spot markets.

Price Drivers

Bullish

Depleting stocks

Bearish

Lower quotes by Australia for chickpea

Good germination

Weather

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

TECHNICALS

NCDEX -December Contract

Chana charts are now showing some strength coming back to the market. Prices closed above 9 days EMA that hints for short-term bullishness. MACD is also showing decreasing bearish momentum. However, Stochastics are negative in neutral region. Tentativeness is likely in the prices at higher levels.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Dec	2876	2827	2923	2960	3006

Trade Recommendation:

Buy NCDEX Chana Dec contract above 2890 with target of 2958. Second target 3000. Put SL at 2850.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	22.11.06	21.11.06	Change
Rajasthan Desi	Delhi	2975	2895	+80
MP Desi	Delhi	2975	2875	+100
Kantewala	Indore	2825	2750	+75
Desi	Kanpur	2925-2950	2900	+50
Mixed	Akola	2750	2750	-
Chapa	Akola	2800	2800	-
Gauran	Latur	2600	2600-2700	-
Annagiri	Latur	NA	2900	-
G-12	Latur	2700	2800	-100
Gauran	Jalna	NA	2625	-
Pila	Jalna	NA	2700	-

TUR

FUNDAMENTALS

Tur continues to trade at higher levels in most of the terminal markets. 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. Also, the next major crop of Tur i.e. Karnataka Tur (which is reported to be poor) will hit the market in December. So, in the mean time there is some scope for the prices on upper side.

Futures Market Commentary

Tur Futures prices at NCDEX continued its bullish mood today and the prices surged to the astronomical highs. As Tur dal has become cheapest among other major substitutes, it is winning some interest. December contract of Tur started the day on bullish note at Rs 1895 and then it sky rocketed to the highs of Rs 1963, the highest levels in last one and half months. The contract finally closed the day at Rs 1947.

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 charts are showing strength in the market. Long white candle supports the theme. MACD has entered into positive zone showing positive bullish momentum. Stochastic Oscillator is also bullish in overbought zone. The prices might continue the current trend, some tentativeness at higher levels is likely.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	1915	1891	1947	1977	2000

Trade Recommendation:

Buy NCDEX Tur Desi Dec contract above 1935 with target towards 1978 and 1999. Put SL at 1906.

Spot Market Prices of Tur

(Rs/qty)

Origin/Grade	Center	22.11.06	21.11.06	Change
Burmese Lemon	Mumbai	1700	1681	+19
Burmese Lemon	Delhi	1850	1825-1850	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	1900-2000	1900-2000	-
Red tur	Gulbarga	2025	1900	+125
Fatka Dall	Gulbarga	2800	2750	+50
Red Tur	Latur	2000	2000	-
White Tur	Latur	1850-1900	1900	-
Red	Jalna	NA	1650	-
White	Jalna	NA	1750	-
Red Tur	Indore	2000	1975-2000	-
Vidharpatta	Akola	1940-1950	1925	+15
Marathwada	Akola	1940-1950	1925	+15

OTHERS

Moong

Moong markets remained stale in most of the centers in the absence of any fresh inputs to the market. Firmness in chana and tur supported the prices at some centres. 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/qttl)

Origin/Grade	Center	22.11.06	21.11.06
Kekdi/kishangarh (Raj)	Delhi	3300-3350	3250
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3400	3350
Desi	Indore	3300-3400	3300-3450
Desi	Gulbar ga	3200	3200
Chamki	Jalna	NA	3100-150
Chamki	Latur	3000-3100	3100-3200
Chamki	Akola	3300	3150-3250

Field Peas

Field pea prices eased slightly in Mumbai market, whereas Kanpur prices remained unchanged. 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.

Spot Market Prices of Pea

(Rs/qttl)

Center	22.11.06	21.11.06
Mumbai (W.Canadian)		1241
Kanpur	1470-1475	1470

Masoor

Masoor markets witnessed steady sentiments in the absence of any fresh inputs to the market. The exports in the commodity are being seen in small quantities. As, the Lentil production in Australia this year has gone down sharply, the International prices are not coming down. Overall the demand side is still lagging in domestic markets 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/qttl)

Center	22.11.06	21.11.06
Delhi-MP/kota Line	2000	2000
Delhi- UP/Sikari	2700	2700
Kanpur local mill delivery	1970-1975	1980
Kanpur new- Braeilly Delivery	2040	2030
Kanpur- new Malka Dal	2175-2200	2175-2200
Indore- Masra	1840	1835-1840
Indore- Masoor New	1830	1825-1830
Indore- Medium New	1775	1775
Bahraich-Masoor	3000-3025	3025
Bahraich-Export Chanti	3550	3550
Kolkata (Truck delivery)	3850	3850
Masur Dal	3100	3100-3200

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 Anneshwar 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	44.75
European Union	Euro	57.55
Japan	100 Yen	38.07
United Kingdom	GBP	85.14

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