

PULSES DAILY

November 17, 2006

URAD

FUNDAMENTALS

No impact of the news of imports of pulses by NAFED was seen today. As the markets were already lack lustre on account of poor demand, the news couldn't pressure the prices further. NAFED has contracted to import 49300 tonnes of pulses comprising 37000 tonnes of urad and 12300 tonnes of moong of Myanmar origin. Urad prices remained steady in most of the spot markets. The mandis are seeing routine arrivals, whereas demand side is still sagging. The harvesting season is on and arrivals will increase with the progress of harvest. 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 started the day on a firm note but couldn't sustain the higher levels. The December futures started the session at Rs 3555 and saw the highs of Rs 3559. The prices retreated then to see the lows of Rs 3462 before finally closing at Rs 3464. The volumes traded were on the lower side at 25830MT. The fundamentals are still not much supportive especially looking at the subdued demand of dal.

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 bearish sentiments as the prices failed to sustain higher levels. MACD is slightly bending in negative zone. Oscillators like Stochastic is bullish in the neutral region. However Relative Strength Index is declining in the neutral zone. Prices closed below 9 EMA indicating bearish sentiments. The contract might continue to see some more losses.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3431	3362	3464	3555	3593

Trade Recommendation:

Sell Dec Urad below 3495 with target towards 3433 and then 3390. Put SL at 3535.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	16.11.06	15.11.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	3300	3270-3300	-
Desi (UP)	Delhi	3350	3300	+50
Desi (MH)	Delhi	3775-3800	3800	-
Desi (new Crop)	Akola	3625-3650	3625	-
Desi (New Crop)	Gulbarga	3500	Closed	-
Desi (New Crop)	Latur	3800	3750	+50

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 shed all the earlier gains today to close in red. The prices broke the gaining streak of the last four days. The trading for the day in December Chana futures on the NCDEX started on firmer note at Rs 2900 and then it saw the highs of Rs 2933. However, it couldn't sustain those levels and slipped to see the lows of Rs 2865 before finally closing the session at Rs 2871.

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 tentativeness in prices at recent improved levels. Candlesticks are reflecting slight weakness in prices at the current levels. MACD is rising in the negative zone and Stochastic Oscillator is rising in neutral region thus supporting bulls. Prices closed above 9 days EMA thus indicating slight firmness prevailing in the market. Relative strength index has changed its direction and is declining in neutral zone. The contract might witness slight weakness in prices.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Dec	2842	2801	2871	2923	2956

Trade Recommendation:

Sell NCDEX Chana Dec contract below 2894 with target of 2835. Second target 2815. Put SL at 2935.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	16.11.06	15.11.06	Change
Rajasthan Desi	Delhi	3000-3025	2975	+25
MP Desi	Delhi	3000	2925	+25
Kantewala	Indore	2820-2825	2825	-
Desi	Kanpur	3025	2935	+35
Mixed	Akola	2800	2775-2800	-
Chapa	Akola	2850	2825-2850	-
Gauran	Latur	2650	2600	+50
Annagiri	Latur	2900	2900	-
G-12	Latur	2800	2700-2800	-
Gauran	Jalna	NA	NA	-
Pila	Jalna	NA	NA	-

TUR

FUNDAMENTALS

Tur markets witnessed steady to slightly firm sentiments today. Some easing in prices in recent time might have caused some buying interest in the commodity. As the fresh crop is not far away in major producing regions, traders are not taking interest in the commodity, as the chances of price surge are very small. The harvesting season is on and arrivals will increase with the progress of harvest. Thus somewhat weaker sentiments are waiting for tur ahead..

Futures Market Commentary

Tur Futures at NCDEX traded lack luster throughout the day. December contract of Tur started the day on a bullish note at Rs 1790 and since there after it traded mostly in red between Rs 1784-1796. The fundamentals still remain on the softer side, thanks to the arrival of the harvesting season and weakness in demand for dal. The session finally culminated with marginal losses in Tur futures at Rs 1784.

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 a downtrend prevailing in the market. Candlesticks are reflecting indecision as the prices tried to recover. MACD is rising after making a bullish crossover in the negative zone showing decreasing bearish momentum. Stochastic Oscillator after making a bullish crossover in the oversold region has entered neutral zone. The prices might remain volatile with slightly bearish inclination.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	1765	1740	1784	1818	1835

Trade Recommendation:

Sell NCDEX Tur Desi Dec contract below 1795 with target towards 1774 and 1765. Put SL at 1806.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	16.11.06	15.11.06	Change
Burmese Lemon	Mumbai	1625-1650	1625	+25
Burmese Lemon	Delhi	1760-1770	1750	+20
Maharashtra tur	Delhi	1860-1870	1850	+20
Karnataka tur	Delhi	1925	1900	+25
Red tur	Gulbarga	1875	Closed	-
Fatka Dall	Gulbarga	2750	Closed	-
Red Tur	Latur	1975	1925	+75
White Tur	Latur	1860	1800	+60
Red	Jalna	NA	NA	-
White	Jalna	NA	NA	-
BDM	Jalna	NA	NA	-
Vidharpatta	Akola	1875	1820-1830	+45
Marathwada	Akola	1890	1840-1850	+30

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. 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	16.11.06	15.11.06
Kekdi/kishangarh (Raj)	Delhi	3200	3250
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3350-3500	3400-3575
Desi	Indore	3000-3300	3100-3200
Desi	Gulbar ga	3200	Closed
Chamki	Jalna	NA	NA
Chamki	Latur	3100-3200	3100-3200
Chamki	Akola	3100-3150	3200

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	16.11.06	15.11.06
Mumbai (W.Canadian)	1221	1221
Kanpur	1490	1480-1490

Masoor

Masoor markets remained steady to slightly firm in conjunction with the other pulses especially Chana. Some exports to Bangladesh in small quantities also supported the prices in the recent times. Overall the demand side is 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	16.11.06	15.11.06
Delhi-MP/kota Line	1950	1900-1950
Delhi- UP/Sikari	2630-2640	2600
Kanpur local mill delivery	1930	1940
Kanpur new- Braeilly Delivery	2010	2010
Kanpur- new Malka Dal	2150	2140
Indore- Masra	1820	1800
Indore- Masoor New	1810	1790
Indore- Medium New	1725-1750	1750
Bahraich-Masoor	2950	3000-3025
Bahraich-Export Chanti	3500	3800-3850
Kolkata (Truck delivery)	3800	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 Anneshwar Mung Mumbai	650-750
Burmese Pokako Mung Mumbai/Chennai	655-760
Chinese above 3.5 mm grade Chennai	780-790

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

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.