

PULSES DAILY

November 20, 2006

URAD

FUNDAMENTALS

Urad saw slightly easing prices on the last trading day of the week. The prices remained mostly on the lower side after recent surge in the prices. Harvesting of small crop of Kali Urad in Assam is going on, some arrivals were also seen in Orissa. So, the supply side is not much concerning for the commodity as these intermittent crops are filling up the demand. Adding to this imported Urad will also bring some bearish sentiments with it. As the demand has become price sensitive it becomes subdued once the prices moves 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
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 displaying weakness coming back to the market candlesticks are reflecting the same. Prices closed below 9 days EMA thus indicating weakness. MACD has turned flat in the negative zone, whereas Stochastic Oscillator is about to give bearish signal. The contract might witness volatile price movements with bearish inclination.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3372	3311	3436	3510	3590

Trade Recommendation:

Sell Dec Urad below 3460 with target towards 3399 and then 3388. Put SL at 3500.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	18.11.06	17.11.06	Change
Burma Faq	Mumbai	3625	3650	-25
Burma Faq	Delhi	NA	NA	-
Desi (UP)	Delhi	3225	3240	-25
Desi (MH)	Delhi	3750	3750	-
Desi (new Crop)	Akola	3625-3650	3550-3600	+25
Desi (New Crop)	Gulbarga	3550	3550	-
Desi (New Crop)	Latur	3850	3850	-

CHANA

FUNDAMENTALS

Chana markets witnessed some more cooling off in the prices Saturday. Stocks of the commodity are being highlighted as very small, which is giving some support to the prices. The sentiments in Chana markets have become quite ambiguous at the stage. On one side depleting stocks and higher international prices are underpinning the prices, whereas on the other side subdued demand in terminal markets and cheaper substitutes are not letting the prices to fly. The prices should remain range bound as demand has become quite price sensitive.

Futures Market Commentary

Chana futures washed away almost all the gains of the week on the last trading day. The trading for the day in December Chana futures on the NCDEX started on firmer note at Rs 2885 and then it slipped sharply washing away almost all the initial gains of the week. The prices saw the lows of Rs 2787 before finally closing the day at Rs 2795. The volumes traded also remained on the lower side.

Price Drivers

Bullish

Depleting stocks

Bearish

Lower quotes by Australia for chickpea

Poor demand at retail ends

Tur dal is cheaper than Chana

Weather

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

TECHNICALS

NCDEX -December Contract

Chana charts have turned mixed after Saturday's sharp decline. Candlesticks are indicating weakness in the market sentiments. Prices also dipped below 9 days EMA supporting the same. MACD is deviating away from neutral line, which hints for the weakness. Stochastic however, is heading upward in the neutral zone. The contract might continue to see volatile movement of prices.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	2748	2685	2795	2842	2897

Trade Recommendation:

Sell NCDEX Chana Dec contract below 2818 with target of 2775. Second target 2750. Put SL at 2842.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	18.11.06	17.11.06	Change
Rajasthan Desi	Delhi	2875-2900	2950	-50
MP Desi	Delhi	2875-2900	2925	-25
Kantewala	Indore	2750-2760	2800	-50
Desi	Kanpur	2975	3000	-25
Mixed	Akola	2800	2800	-
Chapa	Akola	2800	2800	-
Gauran	Latur	Closed	2600-2650	-
Annagiri	Latur	Closed	2850-2900	-
G-12	Latur	Closed	2750-2800	-
Gauran	Jalna	2650	2650	-
Pila	Jalna	2700	2700	-

TUR

FUNDAMENTALS

Warmth in Tur market is coming back these days as comparative price advantage of Tur dal is rekindling its demand. Large gap in the prices of Tur dal and Chana caused some increased interest in the commodity. Tur has become cheapest dal among all major pulses this year, thanks to the astronomical prices of Chana this year on account of lower stock position. Tur dal is also being mixed with the Chana dal as the former has become comparatively cheaper. This might also have lend some support to the prices. Tur prices tend to remain higher than Chana, but shortage of the Chana this year has led to the reversed relationship between them. 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 limited. The harvesting season is on and arrivals will increase with the progress of harvest.

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

TECHNICALS

NCDEX -December Contract

Tur charts are showing some firmness coming back in the market. Candlesticks have formed inverted hammer pattern, which shows the possibility of reversal in the recent short-term trend. Prices closed above the 9-days EMA showing some strength in the market. 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:

Contr act	S1	S2	PCP	R1	R2
Dec	1782	1764	1801	1837	1848

Trade Recommendation:

Buy NCDEX Tur Desi Dec contract above 1791 with target towards 1820 and 1835. Put SL at 1771.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	18.11.06	17.11.06	Change
Burmese Lemon	Mumbai	1650	1650	-
Burmese Lemon	Delhi	1800	1800	-
Maharashtra tur	Delhi	1850-1875	1850-1875	-
Karnataka tur	Delhi	1900-1925	1900-1925	-
Red tur	Gulbarga	1900	1910	-10
Fatka Dall	Gulbarga	2750	2750	
Red Tur	Latur	Closed	1950	
White Tur	Latur	Closed	1850	
Red	Jalna	1700-1750	1650	+50
White	Jalna	1700	1750	-50
BDM	Jalna	1800	1800	-
Vidharpatta	Akola	1900	1875	+25
Marathwada	Akola	1910	1890	+20

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	18.11.06	17.11.06
Kekdi/kishangarh (Raj)	Delhi	3250	3250
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3450	3350-3500
Desi	Indore	3100-3300	3250-3400
Desi	Gulbar ga	3200	3200
Chamki	Jalna	3100-3150	3150
Chamki	Latur	Closed	3000-3100
Chamki	Akola	3100-3200	3150-3200

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	18.11.06	17.11.06
Mumbai (W.Canadian)	1241	1271-1281
Kanpur	1480	1500

Masoor

Masoor markets remained steady to slightly firm as the supply side of the commodity is shrinking. Some exports to Bangladesh in small quantities also supported the prices in the recent times. Recent decision of government to export 2000MT of masoor to Sri Lanka might be the reason for the firmness in the prices. 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	18.11.06	17.11.06
Delhi-MP/kota Line	2025	2000
Delhi- UP/Sikari	2750-2775	2750
Kanpur local mill delivery	1975-2000	1970-1975
Kanpur new- Braeilly Delivery	2080	2050
Kanpur- new Malka Dal	2175-2200	2175-2200
Indore- Masra	1810	1820
Indore- Masoor New	1800	1810
Indore- Medium New	1700	1775
Bahraich-Masoor	2950-3000	2950-3000
Bahraich-Export Chanti	3500	3500
Kolkata (Truck delivery)	3800	3800
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 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 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	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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