

PULSES DAILY

November 10, 2006

URAD

FUNDAMENTALS

Subdued demand in physical markets finally took a toll on the Urad prices. Further, southern markets are reported to have good stock of the commodity. Thus, market continues to cool off on account of lower activity levels and demand. Harvesting in Orissa is about to start after completion in West Bengal. In MP and AP the Rabi urad is being sown and weather is suitable for the same. Some more easing in the prices is likely according to market sources to bring back some warmth in the market.

Futures Market Commentary

Urad futures at NCDEX continued its bearish trend today as subdued physical markets took its toll on the prices. December Urad futures started the day on a firm note at Rs 3420 a quintal and then it moved up to see the highs of Rs 3444, but the market couldn't sustain those higher prices and eased thereafter. The prices plunged to see the lows of Rs 3333, before finally closing in red at Rs 3372. The volumes traded during the day remained on the lower side at 39400 MT.

Price Drivers

Bullish

Exporters are not lowering the quotes

Bearish

Low demand of Dali at higher prices
Harvesting continues in Eastern part

Weather

Weather is supportive for sowing of Rabi Urad in MP and AP. Weather in AP is suitable for the early sown crop.

TECHNICALS

NCDEX -December Contract

Urad charts have turned bearish after four consecutive falls. The prices closed below both the 9-days and 18-days EMA showing weakness in the market. Stochastics are negative in the neutral zone. MACD also continues to show increasing bearish momentum. The prices are likely to show volatility with bearish bias.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3288	3246	3372	3446	3488

Trade Recommendation:

Risk-lovers can sell Dec Urad below 3400 with target towards 3335 and then 3300. Put SL at 3440.

Spot Market Prices of Urad

(Rs/qrtl)

Origin/Grade	Center	09.11.06	08.11.06	Change
Burma Faq	Mumbai	NA	NA	-
Burma Faq	Delhi	3200-3300	3300-3350	-100
UP Desi	Delhi	NA	NA	-
Maharashtra Desi	Delhi	NA	NA	-
Desi (new Crop)	Akola	3550	3550	-
Desi (New Crop)	Gulbarga	3600	3600	-
Desi (New Crop)	Latur	Closed	3950	-
Desi (New Crop)	Jalna	3300	3300	-
Desi (New Crop)	Indore	3300-3500	3350-3550	-50

CHANA

FUNDAMENTALS

Activity in the Chana market continues to remain subdued as the demand at the retail end is hitting the market. Reports of small quantity (200MT) of chana are not likely to heat up the market again. However some support to the falling prices can be expected as market has already small stocks. Some more cooling off in the prices might bring back buying interest in the market. Increase expected acreage of the crop this year is also keeping the buyers away from the market and pressuring the stockists. However, it would be interesting to see that how much fall in the prices would enough to rekindle the demand.

Futures Market Commentary

Chana futures at NCDEX witnessed roller coaster movements Thursday. Speculative buying at lower levels pushed the prices higher initially but the prices couldn't remain in air for long and came down to the lower levels. December Chana futures at NCDEX started the day slightly on a firm note at Rs 2876 and then the contract saw the highs of Rs 2899. The prices slipped there after to see the lows of Rs 2741. A good volume of 248150 MT supported the trade.

Price Drivers

Bullish

Reports of export of small quantity of Chana by the government

Bearish

Poor demand at retail ends
Due arrival of imported Chana

Weather

Weather is conducive for Chana sowing and early sown crop.

TECHNICALS

NCDEX -December Contract

Long bearish candle says the bearish story of Chana. Prices closed below both the 9-days and 18-days EMA, which shows weakness in the market. Stochastics and MACD are also supporting the bears. The prices are likely to show volatility with bearish bias.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	3694	2656	2748	2908	2946

Trade Recommendation:

Sell NCDEX Chana Dec contract below 2770 with target of 2715. Second target 2690. Put SL at 2805.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	09.11.06	08.11.06	Change
Rajasthan Desi	Delhi	2850	2800-2850	-
MP Desi	Delhi	2800	2775	+25
Kantewala	Indore	2800	2750-2775	+25
Desi	Kanpur	2925-2930	2900	+30
Mixed	Akola	2850	2870	-20
Chapa	Akola	2825	2850	-25
Gauran	Latur	Closed	2750	-
Annagiri	Latur	Closed	2900	-
G-12	Latur	Closed	2800	-
Gauran	Jalna	2750	2750	-
Pila	Jalna	2800	2800	-

TUR

FUNDAMENTALS

Poor demand and start of harvest of the fresh crop in some early sown areas continue to ease the sentiments in Tur. Harvesting has started in early sown areas of Haryana and farmers of Hathras and Kanpur also preparing for the same. Karnataka is next to follow as harvesting there will start late this month. Demand for dal has gone down these days, thanks to the cheaper vegetables in the winter season. Hence the market prices are adjusting for the lower demand and prospective supply.

Futures Market Commentary

NCDEX December tur futures opened weak as contrast to other pulses, but the prices then surged following initial firmness in Chana. However, the prices came down again in the absence of buying support at higher levels. Fresh arrivals in Haryana and approaching harvest in UP are adding bearish sentiments in the market these days. The December Tur futures started the day weak at Rs 1800, and then it bounce to Rs 1816 levels. The prices finally settled at Rs 1780 per quintal.

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

Prices closed below both the 9-days and 18-days EMA, which shows bearishness in the market. Stochastics are negative in the neutral zone. MACD is also showing some increase in bearish momentum. Volatility with bearish bias is likely in Tur futures prices.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Dec	1761	1735	1780	1815	1830

Trade Recommendation:

Sell NCDEX Tur Desi Dec contract near 1798 with target towards 1765 and 1750. Put SL at 1818.

Spot Market Prices of Tur

(Rs/qrtl)

Origin/Grade	Center	09.11.06	08.11.06	Change
Burmese Lemon	Mumbai	1600	1600	-
Burmese Lemon	Delhi	1800-1850	1850	-
Maharashtra tur	Delhi	1900	1900-2000	-
Karnataka tur	Delhi	NA	NA	
Red tur	Gulbarga	1875	1875	
Fatka Dall	Gulbarga	2700	2800	-100
Red Tur	Latur	1850-1875	1900	-50
White Tur	Latur	NA	1800	
Red	Jalna	1700	1700-1725	-
White	Jalna	1750	1750-1775	-
BDM	Jalna	1775	1800	-25
Vidharpatta	Akola	1840	1870	-30
Marathwada	Akola	1850	1875	-25

OTHERS

Moong

Sentiments continue to remain weak in conjunction with the other pulses. 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	09.11.06	08.11.06
Kekdi/kishangarh (Raj)	Delhi	3300	3350
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3300	3350
Desi	Indore	3200-3300	3300-3450
Desi	Gulbar ga	3200	3150
Chamki	Jalna	3100-3200	3100
Chamki	Latur	Closed	3050
Chamki	Akola	3250	3300

Field Peas

Weakness in other pulses also spilled over in peas market. However, 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	09.11.06	08.11.06
Mumbai (Canadian)	1250-1270	1270-1281
Kanpur	1470	1500

Masoor

Masoor markets also saw weakness due to general weakness in other pulses today. Lack luster trading along with availability of cheaper alternative like vegetables put pressure on the prices.

Spot Market Prices of Masoor

(Rs/qtt)

Center	09.11.06	08.11.06
Delhi-MP/kota Line	1925-1950	1925-1950
Delhi- UP/Sikari	2600	2600
Kanpur local mill delivery	1925-1930	1920
Kanpur new- Braeilly Delivery	1980-200	2000
Kanpur- new Malka Dal	2125	2040
Indore- Masra	1800	1800
Indore- Masoor New	1790	1800
Indore- Medium New	1700	1725-1730
Bahraich-Masoor	3025	3025
Bahraich-Export Chanti	3850	3850
Kolkata (Truck delivery)	3750	3750
Masur Dal	3000-3100	3000-3100

International Prices

(\$/ton) (CNF 90 days)

Quality	09.11.06
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 Anneshwar 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 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.
- 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 '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' is expected to arrive on November 11, 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	44.65
European Union	Euro	56.98
Japan	100 Yen	37.88
United Kingdom	GBP	85.03

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