

PULSES DAILY

URAD

FUNDAMENTALS

Urad traded steady to slightly firm today in most of the spot markets. Prospective dal demand during the Pongal festival might induce miller to cover in advance. However, any sort of firmness will probably not last for long, as harvest of Andhra crop will ease the sentiments. Harvesting of Chhoti Urad is in progress in Eastern part of the country. In January Andhra crop will start leaving the fields. However, as the quotes from Burmese exporters are not coming down much, the supply side is not getting any support from the imports of the commodity. Recent quote of \$700 per ton is still far away from the domestic prices. Thus it seems the prices might find some support in festive demand, which will ease on harvesting in AP.

Futures Market Commentary

Urad futures at NCDEX today hit upper circuit. January futures of Urad at NCDEX started the session firm at Rs 3165 and then prices surged to the highs of 3282 breaking the 4% circuit limit. The bulls looked directing the today's trade. The contract finally closed the session at Rs 3296 after trading as high as Rs 3308 a quintal. The surge in the prices was well backed by a good volume of 33540 MT; open interest also inched higher.

Price Drivers

Bearish

Higher quotes by Burma
Demand to revive ahead of Pongal
Healthy crop of AP lining up for harvest
Poor stockists activity

Weather

Weather is suitable for harvesting of Urad in Orissa. It is also clear in Andhra where crop is in maturity stage.

December 12, 2006

TECHNICALS

NCDEX -January Contract

Urad showed strong positive move today. Prices closed well above EMAs, which shows firmness in the market. MACD is showing increase in bearish momentum. Stochastic are positive in neutral region. The prices might continue the firmness.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Jan	3256	3205	3296	3347	3398

Trade Recommendation:

Buy Jan Urad above 3260 with target towards 3235 and then 3274. Put SL at 3220.

Spot Market Prices of Urad

(Rs/mtl)

Origin/Grade	Center	11.12.06	09.12.06	Change
Burma Faq	Mumbai	3300	3300	-
Burma Faq	Delhi	3250	3200	+50
Desi (UP)	Delhi	3100	3100	-
Desi (MH)	Delhi	3500	3450	+50
Desi (new Crop)	Akola	3300	3300	-
Desi (New Crop)	Gulbarga	3500	3400	+100
Desi (New Crop)	Latur	3500	NA	-
Desi (New Crop)	Jalna	3200	3200	-
Desi (New Crop)	Indore	NA	3300	-

CHANA

FUNDAMENTALS

Chana prices continue to remain steady to slightly weak in the absence of active trade in the physical markets. Importers are finding it risky to strike fresh deal of Chickpeas, as it will need about a month to result in delivery by that time AP crop harvest will start. Harvesting of 'Annagiri' variety will start in January in Karnataka to be followed by Maharashtra Chana in February. Thus, at this stage domestic stocks, which are depleting day by day, are the main source of supply. As demand has become quite prices sensitive, stockists are not finding it easy to push the price their way. As the market is shallow the prices can move either way before finally easing on crop arrivals.

Futures Market Commentary

Chana futures at NCDEX finally were dragged along with other pulses after initial hesitation today. January Chana started the session on a firm note at Rs 2688 and then it traded volatile initially, however firmness in other pulses supported it to close firm at Rs 2749 near the day's high. The volumes and open interest both increased today.

Price Drivers

Bullish

Depleting stocks

Bearish

Australia has exportable surplus of 2.25 lt Chickpeas
Increased acreage this year

Weather

Weather is congenial for the vegetative growth of the crop.

TECHNICALS

NCDEX -January Contract

Chana charts are displaying weakness in the market sentiments. Candlesticks show tentativeness at lower levels. Prices closed below 9-day EMA showing weakness in the market. MACD is showing increasing bearish momentum. Stochastic are flat in the oversold zone. The prices might extend bearish trend.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Jan	2722	2691	2749	2798	2824

Trade Recommendation:

Buy NCDEX Chana Jan contract above 2720 with target of 2781. Second target 2804. Put SL at 2685.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	11.12.06	09.12.06	Change
Rajasthan Desi	Delhi	2850	2875	-25
MP Desi	Delhi	NA	NA	-
Kantewala	Indore	NA	2760	-
Desi	Kanpur	2870	2890	-20
Mixed	Akola	2675	2650	+25
Chapa	Akola	2725	2675	-50
Gauran	Latur	2550	NA	-
Annagiri	Latur	2700	NA	-
G-12	Latur	2625	NA	-
Gauran	Jalna	2600	2650	-50
Pila	Jalna	2800	2800	-

TUR

FUNDAMENTALS

Tur prices remained steady at most of the spot markets today with the harvesting in major producing states slowly gearing up. Arrivals in Andhra Pradesh have increased to the tune of 8000 bags. Jalna belt is also witnessing some arrivals these days. Lemon tur is not cheaper enough to be imported profitably. Also, looking at the harvesting season the importers are not interested in it. As the production is expected to fall this year, most of the traders are seeing bright prospects for tur prices this year which is resulting in good stockists activity right from the beginning of harvest. If the industrial buyers also join them, some short-term bounce in the prices can be seen.

Futures Market Commentary

Tur Futures at NCDEX rebounded today after slight weakness on Saturday. January futures of Tur at NCDEX started the session firm at Rs 1927 and then it never looked back. The contract finally culminated the session at Rs 1889 after surpassing the 4% circuit limit during mid session. Poor crop expected this year is proving underlying support to the prices.

Price Drivers

Bullish

Demand from stockist
Production is expected to dip this year
High import cost

Bearish

Fresh arrivals in all major producing states

Weather

Weather is congenial for Tur harvest in major producing states.

TECHNICALS

NCDEX -January Contract

Tur showed some decisive action today. Prices closed well above EMAs, which shows firmness in the market. MACD is showing increase in bearish momentum. Stochastic are positive in neutral region. The prices might extend the gains.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Jan	1944	1899	1989	2017	2045

Trade Recommendation:

Buy NCDEX Tur Desi Jan contract above 1976 with target towards 2007 and 2017. Put SL at 1956

Spot Market Prices of Tur

(Rs/qrtl)

Origin/Grade	Center	11.12.06	09.12.06	Change
Burmese Lemon	Mumbai	1621	1621	-
Burmese Lemon	Delhi	1740	1740	-
Maharashtra tur	Delhi	1900	1900	-
Karnataka tur	Delhi	NA	NA	-
Red tur(New)	Gulbarga	1900	2000	-100
Fatka Dall	Gulbarga	2800	2800	-
Red Tur	Latur	2100	NA	-
White Tur	Latur	2000	NA	-
Red	Jalna	1700	1650	+50
White	Jalna	1800	1700	+100
Red Tur	Indore	NA	1925	-
Vidharpatta	Akola	1900	1885-1890	-
Marathwada	Akola	NA	NA	-

OTHERS

Moong

Moong markets saw steady prices today. As the harvesting is over in major growing regions arrivals in the terminal markets are falling day by day. However, there is not much scope for the prices on the higher side as price elasticity of demand for the commodity has become quite high.

Spot Market Prices of Moong

(Rs/qttl)

Origin/Grade	Center	11.12.06	09.12.06
Kekdi/kishangarh (Raj)	Delhi	3250	3250
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3350	3350
Desi	Indore	NA	3300
Desi	Gulbar ga	3000-3200	3000-3200
Chamki	Jalna	3100	3100
Chamki	Latur	2850	NA
Chamki	Akola	3100	3100

Field Peas

Field peas prices are dancing in a range these days. As the Australian field pea production this year has gone down to 206000 MT as compared to previous year's crop of 478000 MT, global prices of field peas are surging, thanks to good demand from southern Asia. Despite higher prices of Canadian and Australian peas, India continues to import green and white peas as the prices of other pulses are skyrocketing.

Spot Market Prices of Pea

(Rs/qttl)

Center	11.12.06	09.12.06
Mumbai (W.Canadian)	1251	1271
Kanpur	1470	1475-1480

Masoor

Masoor prices remained stand still at higher levels. As the Australian lentil production dipped sharply this year, prices in the international markets are quite high. According to reports 2006 Australian production (mostly red lentils) is expected to drop sharply, from 210,000 tonnes in 2005 to only 66,000 tonnes this year. Accordingly, exports are seen falling from 200,000 tonnes in 2005-06 to only 55,000 tonnes this year. The prices remained mostly steady today. However, the commodity is not likely to get much support from the domestic demand side, which has inclined towards other cheaper alternatives like peas and vegetables.

Spot Market Prices of Masoor

(Rs/qttl)

Center	11.12.06	09.12.06
Delhi-MP/kota Line	1950	1950
Delhi- UP/Sikari	2650	2650
Kanpur local mill delivery	1980	1980
Kanpur new- Braeilly Delivery	2040	2040
Kanpur- new Malka Dal	2175	2175
Indore- Masra	NA	1860
Indore- Masoor New	NA	1850
Indore- Medium New	NA	1810
Bahraich-Masoor	2950	2950
Bahraich-Export Chanti	3500	3500
Kolkata (Truck delivery)	3800	3800
Masur Dal	3100-3200	3100-3200

Port Watch

- Navios Astra has arrived at Mumbai port to discharge 51800MT peas. Lake Maja has also arrived at Mumbai port to offload 22415MT of peas. Vessel IVS Kwela is expected at Mumbai port to offload 30775 MT peas.
- Vessel 'Bianco Zealand' has also arrived and discharging 17,565 MT of peas. Hari & Co is handling this vessel. New Guardian has also arrived at the port to offload 10920 MT peas.

Forex rate as on 09.12.06

Country/ Continent	Currency	Value in Rupees
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USA	Dollar	44.87
European Union	Euro	58.15
Japan	100 Yen	38.57
United Kingdom	GBP	85.99

International Prices

(\$/ton) (CNF 90 days)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	380
Burmese FAQ new Tur Mumbai/Chennai	350-60
Burmese Shwebo Tur Mumbai/Chennai	320
Tanzania Matwara Tur Mumbai/Chennai,	NA
Tanzania Arusha Tur Mumbai/Chennai,	380
Burmese FAQ Urad Mumbai/Chennai	670-700
Burmese SQ Urad Mumbai/Chennai	800
Burmese Pedishwa Mung Chennai/Mumbai	Finished
Burmese Anneshwar Mung Mumbai	600-10
Burmese Pokako Mung Mumbai/Chennai	670-675
Chinese above 3.5 mm grade Chennai	810-815
Australian Chickpea Chennai/Mumbai	560

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