

## PULSES DAILY

### URAD

#### SPOT MARKET

Urad saw steady sentiments in most of the markets. Some good arrivals of small Urad to the tune of 10000 bags are being seen in Vijaywada, which if increases further might arrest the surge in prices. However, Jatni Orissa is still waiting for increase in arrivals as farmers are holding their stocks in anticipation of higher prices. Crop of Urad in AP is expected near 3,00,000 tonnes (including 50,000 tonnes small Urad). Bold Urad is likely to hit the market in March. So, the prices might come down with the progress of Harvest in AP. Further, NAFED is also importing 25000 tonnes of Urad for March delivery despite higher quotes in international markets. In international market, Burmese exporters are selling FAQ grade urad at \$640 per ton for February delivery. In the futures market, increased margin in Urad as per FMC's recommendation might further reduce the trading base in Urad futures as it would result in lower volumes.

#### Futures Market Commentary

Urad futures at NCDEX traded bullish following a firm opening. Most active February contract opened at Rs 2859. Increased buying interest at this level pushed the prices high Rs 2924. Finally culminated the session higher by 2.03 % at Rs. 2916. The volumes traded increased to 25,030 tonnes today as compare to 18,930 tonnes on Tuesday.

#### Price Drivers

NAFED has imported 25000 tonnes of Urad for March delivery

Harvesting is in progress in Orissa and AP

Production of bold Urad is expected more than 0.25 mln tonnes in AP

#### Weather

Weather is suitable for maturing Urad in Orissa and AP.

#### Spot Market Prices of Urad

Origin/Grade	Center	17.01.07	16.01.07	(Rs/qty) Change
Burma Faq	Mumbai	3150-3200	3150	-
Burma Faq	Delhi	3150	3150	-
Desi (UP)	Delhi	3125	3100-3125	-
Desi (MH)	Delhi	3300	3300-3325	-
Desi (new Crop)	Akola	3200	3200	-
Desi (New Crop)	Gulbarga	NA	Closed	-
Desi (New Crop)	Latur	3050-3100	Closed	-
Desi (New Crop)	Jalna	3100-3200	3200	-
Desi (New Crop)	Indore	3000-3300	3000-3300	-

January 18, 2007

#### TECHNICALS

##### NCDEX -February Contract

Urad charts are showing firmness in the prices. The prices closed above EMAs, which shows firmness is intact. MACD is rising slowly in positive territory, which shows increase in bullish momentum. Stochastics have just given bullish signal in neutral region. The prices might extend the firmness.



#### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Feb	2869	2829	2916	2953	2990

#### Trade Recommendation:

Risk lovers can Buy Urad above 2890 with target towards 2940 and then 2960. Put SL at 2860.

## CHANA

### SPOT MARKET

Chana is witnessing mixed sentiments these days as harvesting has not gathered momentum at most of the production centers. Arrivals haven't picked up much at the stage; hence the prices are holding the levels on the back of good demand. Now, sporadic arrivals have started in Jalna and Akola, which hints for the widening of harvesting area in Maharashtra. Initially it was confined to areas near Karnataka border. The prices are likely to ease with the progress of harvest. As acreage has increased to 7.88 million hectares this year, it roughly translates to 6.2.8 million tonnes of production if yield holds the last five year's average of 798.2 kg per hectare. This speaks about the prospective bearish story of the pulses king this year. In the futures market, increased margin in Chana might result in lower volumes in the commodity.

### Futures Market Commentary

Chana futures at NCDEX traded rangebound today after initial firm opening. Most active February contract of Chana opened at Rs.2214 and hovered in the range of Rs.2193-2219. Finally future settled with slightly losses of Rs. 8 at Rs. 2206. The volumes traded declined to 67,600 tonnes today as compare to 90,480 tonnes on Tuesday.

### Price Drivers

Higher quotes by exporters

Production this year expected 55 lt by industry experts

Harvesting in MP to start in early February

Nafed not importing Chana at he stage

### Weather

Weather for Chana is expected to be dry and warm in Western and Central region, which is congenial for the pod forming Chana there.

## TECHNICALS

### NCDEX -February Contract

Chana charts are showing indecision at higher levels. However, the prices managed to close above EMAs, which shows firmness is intact. Rising MACD in negative zone indicate decrease in bearish momentum. Stochastics are on the verge of giving bearish signal in overbought region, which warrants some caution on the part of bulls. The prices might show some reluctance at higher levels.



### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Feb	2155	2137	2206	2268	2285

### Trade Recommendation:

Risk lovers can Sell NCDEX Chana Feb contract below 2225 with target of 2186 and then 2170. Put SL at 2250.

### Spot Market Prices of Chana

(Rs/qttl)

Origin/Grade	Center	17.01.07	16.01.07	Change
Rajasthan Desi	Delhi	2550	2575	-25
MP Desi	Delhi	2500	2550	-50
Kantewala	Indore	2450	2430	+20
Desi	Kanpur	2600-2650	2650	-
Mixed	Akola	2450	2425	+25
Chapa	Akola	2475	2450	+25
Gauran	Latur	2350	Closed	-
Annagiri	Latur	2400	Closed	-
G-12	Latur	2450	Closed	-
Gauran	Jalna	2400	2400	-
Pila	Jalna	2450	2450	-

## TUR

### SPOT MARKET

Tur prices remained steady to slightly firm at most of the domestic markets. Increased quotes of imported Tur and good demand from millers supported the prices. In the spot markets, the prices have surged higher quite early this year as the market is expecting shortage of commodity on account of poor production. These higher prices in harvesting season are making the situation slightly uncomfortable for the stockists. Whereas, millers are buying at increased prices. So, it seems the downside potential in the prices is limited. Further, imports are also not attractive at the stage as exporters are quoting higher. It seems tur prices might hold the levels for the time being, until arrivals increases further.

### Futures Market Commentary

Tur futures at NCDEX mostly traded upwards today. February futures of Tur started the session firm at Rs 2104 and then the prices tested low of Rs. 2089 at the early hours of trade. However, increased buying interest at this level pushed the prices highs of Rs 2176 before finally closing the session higher by 3.04 % at Rs.2166.

### Price Drivers

#### Bullish

MMTC importing mere 1,000 tonnes Tur against expected 5,000 tonnes

Good demand from millers

Production is expected to dip this year

Import prices are above the parity levels

#### Bearish

Arrivals increasing in Maharashtra and Madhya Pradesh

### Weather

Weather is congenial for Tur harvest in major producing states.

### TECHNICALS

#### NCDEX -February Contract

Tur charts are showing positive sentiments in the market. The prices closed above EMAs shows firmness is intact. MACD is running down in the positive territory, which indicates decrease in bullish momentum. Stochastics are on the verge of giving bullish signal. The prices are most likely to see tentativeness at contract high levels.



### Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Feb	2120	2088	2166	2200	2215

### Trade Recommendation:

Buy NCDEX Tur Desi Feb contract above 2147 with target towards 2190 and then 2205. Put SL at 2117.

### Spot Market Prices of Tur

		(Rs/qtl)		
Origin/Grade	Center	17.01.07	16.01.07	Change
Burmese Lemon	Mumbai	1900	1900	-
Burmese Lemon	Delhi	1850	1850	-
Maharashtra tur	Delhi	2050	2050	-
Karnataka tur	Delhi	NA	NA	-
Red tur(New)	Gulbarga	2100	Closed	-
Fatka Dall	Gulbarga	2950	Closed	-
Red Tur	Latur	1990-2050	Closed	-
White Tur	Latur	2050	Closed	-
Red	Jalna	2050-2100	2000-2050	-
White	Jalna	2100	2050-2100	-
Red Tur	Indore	2000	2000-2050	-
Vidharpatta	Akola	2100-2150	2050-2060	+40
Marathwada	Akola	2150	Closed	-

## OTHERS MOONG

Poor supply of the commodity and prospective festive season demand is supporting the commodity to some extent. NAFED is importing 5,000 tonnes of Moong to be delivered in March. Similarly, MMTC is also importing 1000 tonnes of Moong looking at shortage of the commodity. Some arrivals (50-60 bags) of fresh Moong are being seen in Latur region of Maharashtra, where small crop comes this time. As the crop size is small it is not likely to affect the prices much. International markets of lentil continue to remain hot on lower production. Good quality Burmese Anneshwar Moong is being quoted at \$660 per ton, whereas Pokako Mung is selling at \$650 a ton. The prices are likely to remain slightly on the firmer side in poor supply season, however the gains will be limited by due to harvesting season of other pulses.

### Spot Market Prices of Moong (Rs/qttl)

Origin/Grade	Center	17.01.07	16.01.07
Kekdi/kishangarh (Raj)	Delhi	3250	3250
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3300	3300
Desi	Indore	3300	3300
Desi	Gulbar ga	NA	Closed
Chamki	Jalna	3300	3200
Chamki	Latur	3200	Closed
Chamki	Akola	3300	3300

## FIELD PEAS

UP crop is expected to be good this year, however if it gets one slight winter shower the prospects would be much better and quality would also improve. Whereas MP crop is showing good production prospects this season. Both the states are likely to witness arrivals from February first week and hence some easing in prices can be seen at that time. Field peas prices are getting support from the good demand at the stage, however they are expected to come down in the coming time with the progress of harvest in Peas. Further, as the harvesting has started in Chana in some states, the bearish sentiments in Chana can spill over to peas also. However, as the momentum has not picked up in Chana harvesting, peas prices has some scope on the higher side. Acreage of the crop has dropped this year, which is also supporting higher prices as guided by imported counterpart.

### Spot Market Prices of Pea (Rs/qttl)

Center	Variety	17.01.07	16.01.07
Mumbai	White.Can	1340	1340
Mumbai	White American	1360	1360
Mumbai	Green Can	1500	1500
Mumbai	Green American	1550	1550
Kanpur	Desi	1510	1525

## MASOOR

Masoor markets witnessed steady to slightly firm prices today. Crop is expected to be good in MP in a favorable weather conditions, whereas UP crop is feared to premature in some areas due to lack of winter rains this year. Consequently, the quality of the produce might be somewhat poor. Further, cold wave conditions in northern UP are not suitable for the pod bearing Masoor crop. However, it is hard to assess the production at this stage. Prices are likely to remain range bound during the harvesting season of the other pulses.

### Spot Market Prices of Masoor (Rs/qttl)

Center	17.01.07	16.01.07
Delhi-MP/kota Line	2000	1950-2000
Delhi- UP/Sikari	2500	2500
Kanpur local mill delivery	1970	1970
Kanpur new- Braeilly Delivery	2040	2050
Kanpur- new Malka Dal	2170	2175
Indore- Masra	1940	1940
Indore- Masoor New	1930	1920
Indore- Medium New	1875	1850
Bahraich-Masoor	2925-2950	2925-2950
Bahraich-Export Chanti	3425-3450	3425-3450
Kolkata (Truck delivery)	3775	3775
Masur Dal	3100	3100

## 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 has reached at Mumbai port to offload 19082 MT peas. Eid-E-Mostafa-VI is expected to reach Mumbai port to discharge 2000MT of Pulses. Sai Freigh Agent will be handling the vessel.

## FOREX (17.01.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.27
European Union	Euro	57.27
Japan	100 Yen	36.69
United Kingdom	GBP	86.87

## International Prices

(\$/ton) (CNF 90 days)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	410-420
Burmese FAQ new Tur Mumbai/Chennai	400-410
Burmese Shwebo Tur Mumbai/Chennai	320-330
Tanzania Matwara Tur Mumbai/Chennai,	320
Tanzania Arusha Tur Mumbai/Chennai,	375
Burmese FAQ Urad Mumbai/Chennai	650-655
Burmese SQ Urad Mumbai/Chennai	735
Burmese Pedishwa Mung Chennai/Mumbai	Finished
Burmese Anneshwar Mung Mumbai	610-625
Burmese Pokako Mung Mumbai/Chennai	660-665
Chinese above 3.5 mm grade Chennai	800
Australian Chickpea Chennai/Mumbai/	560

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