

PULSES DAILY

URAD

SPOT MARKET

Urad saw steady sentiments in most of the markets. Small crops to the tune of 40,000 tonnes and 50,000 tonnes in Orissa and AP respectively, seem not putting much pressure on the prices. Arrivals in Orissa and Andhra are increasing gradually and are expected to increase further during next week. As the demand in consumption centres is also sluggish, arrivals from current small crop is likely to contain any sort of surge in the prices. Traders are expecting mixed sentiments in February, whereas they expect prices to ease in March when big crop of bold Urad will hit the market yards. Some import deals for FAQ Urad from Burma were seen in Chennai recently at \$630-640 per ton.

Futures Market Commentary

Urad futures at NCDEX traded upwards following a firm opening. Most active February contract opened at Rs 2900 then the prices never looked back. Speculative buying at this level took the prices to the highs and surpassed upper circuit of 4 %. Finally future settled at Rs. 3008. The volumes traded increased to 24,990 tonnes today as compare to 15,900 tonnes on Friday.

Price Drivers

NAFED has imported 25000 tonnes of Urad for March delivery

Harvesting is gathering momentum in Orissa and AP
Main crop of urad in AP is expected 0.25 million tonnes in March

Weather

Weather is suitable for maturing Urad in Orissa and AP.

January 22, 2007

TECHNICALS

NCDEX -February Contract

Candlestick has formed a big marubozu pattern, which indicates strength in the market sentiments. The prices closed well above EMAs, which shows firmness is intact. MACD is rising slowly in positive territory. Stochastics are also positive in neutral region. The prices might see positive inclination.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Feb	2933	2899	3008	3070	3102

Trade Recommendation:

Buy Urad February contract at NCDEX above 3010 with target towards 3050 and then 3070. Put SL at 2980.

Spot Market Prices of Urad

Origin/Grade	Center	20.01.07	19.01.07	(Rs/qty)
Burma Faq	Mumbai	3200	3200	-
Burma Faq	Delhi	3200	3150	+50
Desi (UP)	Delhi	3200-3250	3250	-
Desi (MH)	Delhi	3350	3350	-
Desi (new Crop)	Akola	3300	3275	+25
Desi (New Crop)	Gulbarga	NA	NA	-
Desi (New Crop)	Latur	3000	Closed	-
Desi (New Crop)	Jalna	3200	3200-3250	-
Desi (New Crop)	Indore	3000-3200	Closed	-
Desi (New Crop)	Vijaywada	NA	3250	-

CHANA

SPOT MARKET

Chana prices remained steady to slightly weak at most of the centers today as the prices have started are feeling pressure of the harvesting season. Though, the arrivals have not gathered momentum yet, it would increase by February as harvesting will speed up in Maharashtra and Karnataka. In MP too, traders are expecting some arrivals in first week of February itself. Traders feel that the unscrupulous premiums in the Chana futures are not justified by the fundamentals and thus the rally is probably not going to last long. There is a rumor circulating in the market that the size of kernel of MP Chana is likely to be small. Gram this year has been sown in about 0.7 mln hectares more than in 2005-06. Chana seems the weakest among the pulses this season.

Futures Market Commentary

Chana futures at NCDEX traded upward initially following a firm opening. Most active February contract of Chana opened at Rs.2221 then the prices surge to highs of Rs. 2268. Finally culminated the session with some gains at Rs. 2257. The volumes traded increased to 81,150 tonnes today as compare to 63,250 tonnes on Friday.

Price Drivers

Importers are not taking risk of Chana import in harvesting season

Acreage increased by 0.7 mln hectares this year to 8.24 mln hectares

Harvesting in MP to start in early February

Nafed not importing Chana at the stage

Weather

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

TECHNICALS

NCDEX -February Contract

Chana charts are giving mixed signals. The prices closed above 9-days and 18-days EMA, which suggests firmness is intact. MACD has also entered in positive territory, showing increasing dominance of bulls. Stochastics however are negative in neutral region.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Feb	2213	2190	2257	2318	2333

Trade Recommendation:

Risk lovers can Buy NCDEX Chana Feb contract above 2240 with target of 2285 and then 2300. Put SL at 2220. Risk averse investors should stay away from the heated market.

Spot Market Prices of Chana

(Rs/qtl)

Origin/Grade	Center	20.01.07	19.01.07	Change
Rajasthan Desi	Delhi	2500	2525	-25
MP Desi	Delhi	2450	2500	-50
Kantewala	Indore	2410	Closed	-
Desi	Kanpur	2500	2575	-75
Mixed	Akola	2350	2375	-25
Chapa	Akola	2375-2400	2350-2400	-
Gauran	Latur	2250-2300	Closed	-
Annagiri	Latur	2400	Closed	-
G-12	Latur	2400	Closed	-
Gauran	Jalna	2200-2250	2300	-50
Pila	Jalna	2300-2350	2350	-

TUR

SPOT MARKET

Tur prices remained steady to firm at most of the domestic markets as good demand from the millers and stockists supported the prices. Stockists earlier waiting for the prices to come down lost their patience and were seen buying despite higher prices in Maharashtra mandis. Good demand from southern India kept the prices higher in Gulbarga today. However, the import scene continues to be lack luster. The recent quotes of \$470 a ton at Chennai translates to more than Rs 2150 per quintal after adding different charges at ports. As lemon Tur generally sells at discount to desi counterpart, these prices are not attractive for the importers. Tur is most attractive among the pulses for stockists this year, so the prices have limited downside potential.

Futures Market Commentary

Tur futures at NCDEX today hit upper circuit today. February futures of Tur started the session firm at Rs 2178. Increased buying interest at this level pushed the prices high Rs 2264 and exceeded upper circuit of 4 % before finally closing the session at Rs 2260 a quintal. The volumes increased today whereas open interest slightly decreased.

Price Drivers

Bullish

Good demand from millers

Arrivals are increasing with progress of harvest

Stockists also buying despite higher prices in peak arrival season

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

Candlestick has formed a marubozu pattern, which indicates strength in the market. The prices closed above EMAs which favours bulls. MACD has made bullish crossover in positive territory. Stochastics are also positive in neutral region. The prices are most likely to hover on the positive side.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
Feb	2205	2171	2260	2300	2314

Trade Recommendation:

Buy NCDEX Tur Desi Feb contract above 2245 with target towards 2280 and then 2300. Put SL at 2225.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	20.01.07	19.01.07	Change
Burmese Lemon	Mumbai	1950	1900	+50
Burmese Lemon	Delhi	1950	1900	+50
Maharashtra tur	Delhi	2100	2100	-
Karnataka tur	Delhi	NA	NA	-
Red tur(New)	Gulbarga	2200	2150	+50
Fatka Dall	Gulbarga	3100	3000	+100
Red Tur	Latur	2200	Closed	-
White Tur	Latur	2250	Closed	-
Red	Jalna	2150-2200	2100	+50
White	Jalna	2100-2150	2050	+50
Red Tur	Indore	2050-2100	Closed	-
Vidharpatta	Akola	2250	2150-2190	+60
Red Tur	Vijaywada	NA	2150-2200	-

OTHERS MOONG

Moong prices remained steady at majority of trading centers. Lower stock of the commodity and slightly improved demand from millers at this stage is supporting the commodity to some extent. Some arrivals (40-50 bags) of 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. 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. International markets of lentil continue to remain hot on lower production. Good quality Burmese Anneswar Moong is being quoted at \$650 per ton, whereas Pokako Moong is selling at \$650 a ton. The prices are likely to remain on the softer side during the harvesting season of pulses, however, due to poor stocks and imports, downside is also limited.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	20.01.07	19.01.07
Kekdi/kishangarh (Raj)	Delhi	3300	3300
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3350	3350
Desi	Indore	3350	Closed
Desi	Gulbar ga	NA	NA
Chamki	Jalna	3300	3300
Chamki	Latur	3200	Closed
Chamki	Akola	3250	3225

FIELD PEAS

A steady to slightly weak sentiment mostly prevailed in the Mumbai and Kanpur markets today. Poor demands of white peas from the millers' side and stockists contributing its weakness. 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 first week of February so some weaker sentiments can be seen at that time. 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/qtt)

Center	Variety	20.01.07	19.01.07
Mumbai	White.Can	1301	1331
Mumbai	White American	1341	1341
Mumbai	Green Can	1501	1501
Mumbai	Green American	1551	1551
Kanpur	Desi	1490-1500	1480

MASOOR

Masoor markets continue to observe steady today in major markets. Acreage of Masoor this year is seen 7.95 lakh hectare as compared to 7.0 lakh hectares in the previous season. 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 and likely to hit in market from first week of February. In Delhi mandis arrivals will reach in first week March so some weaker can be seen in that time but demand from the millers will support the prices. As export has still not opened by the government, the prices are not finding much support from the domestic demand. Prices are likely to remain range bound during the harvesting season of the other pulses.

Spot Market Prices of Masoor (Rs/qtt)

Center	20.01.07	19.01.07
Delhi-MP/kota Line	2000	1950-2000
Delhi- UP/Sikari	2500	2500
Kanpur local mill delivery	1950	1950
Kanpur new- Braeilly Delivery	2025	2025
Kanpur- new Malka Dal	2160-2180	2150-2175
Indore- Masra	1920	Closed
Indore- Masoor New	1910	Closed
Indore- Medium New	1875	Closed
Bahraich-Masoor	2950	2950
Bahraich-Export Chanti	3400	3400
Kolkata (Truck delivery)	3775	3750
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 (20.01.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.34
European Union	Euro	57.61
Japan	100 Yen	36.56
United Kingdom	GBP	87.61

International Prices

(\$/ton) (CNF 90 days)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	470
Burmese FAQ new Tur Mumbai/Chennai	470
Burmese Shwebo Tur Mumbai/Chennai	375-400
Tanzania Matwara Tur Mumbai/Chennai,	-
Tanzania Arusha Tur Mumbai/Chennai,	400-425
Burmese FAQ Urad Mumbai/Chennai	630-340
Burmese SQ Urad Mumbai/Chennai	685-710
Burmese Pedishwa Mung Chennai/Mumbai	760
Burmese Anneshwar Mung Mumbai	610-625
Burmese Pokako Mung Mumbai/Chennai	670
Chinese above 3.5 mm grade Chennai	Finished
Australian Chickpea Chennai/Mumbai/	-

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