

August 19, 2009

URAD SPOT MARKET

- Urad cash markets continue to feature a steady to weak tone.
- Both imported and desi urad prices eased in the key markets on dull trade coupled with recent rains over central, NW and southern India.
- Restricted offtake in processed urad (dal) further weighed on prices besides fears that govt. may take more stringent action to curb price rise.
- On the contrary reports of crop damage in southern states due to deficient rains limited the downside besides higher parity to imported urad and lower stocks.
- Thus, urad prices are expected to remain range bound with slight weakness in near term, while expected demand ahead of festivities and reports of crop damage may provide support to urad prices.

Spot Market Prices of Urad

(Rs/Qtl)

Origin/Grade	Centre	18.08.09	17.08.09	Change	Arrival / bags
Burma FAQ (New)	Mumbai	4075	4125	-50	
Burma FAQ (New)	Delhi	4025	4200	-175	
Burma FAQ-SQ	Chennai		4025-4300	-	
Desi	Indore	3800	3800	-	
Desi (New)	Vijaywada	4900	5000	-100	500
Desi	Kanpur	3420	3450	-30	
Desi	Jalgaon	4000-4500	4000-4500	-	100

CHANA SPOT MARKET

- A firm tone featured in majority of chana cash markets on Tuesday.
- Prices inched up in the bench mark Delhi Lawrence road, Indore and Bikaner on improved demand from millers/processors at lower price levels and restricted supply.
- Lower arrivals in the markets at lower prices further supported the tone.
- Fresh trade enquiries for chana products (dal & besan) at lower price levels further added firmness.
- Fears that govt. may take more stringent action to curb price rise limited the upside beside higher chana stocks in the markets.
- Subdued tone for other pulses like Urad, Tur, etc further restricted the upside in chana prices.
- Thus, chana prices are expected remain range bound in the days ahead, while expected demand ahead of festivities and restricted supply at lower levels may support/boost chana prices.

Spot Market Prices of Chana

(Rs/Qtl)

Origin/Grade	Centre	18.08.09	17.08.09	Change	Arrival / bag
Chana (Australia)	Mumbai	2325	2300	+25	
Rajasthan Desi	Delhi	2325	2275-2300	+25	30-35 Motors
MP Desi	Delhi	2325	2275-2300	+25	
Kantewala New	Indore	2275	2250	+25	2000
Desi	Kanpur	2450	2425	+25	500
Gauran New	Latur		2300	-	
Annagiri New	Latur		2425	-	
G-12 New	Latur		2350	-	800
Desi (Loose)	Bikaner	2180-2190	2140-2150	+40	200

TRADING STRATEGY

- Candlestick formation in the chart shows weakness in market.
- Closing of prices below the 9 days and 18 days EMAs suggests weakness in short to medium term.
- Momentum indicator MACD entered into the negative zone suggests increasing bearish momentum. Oscillator RSI is moving down in the neutral zone suggests weak market ahead.
- Chana futures price is expected to trade range bound with slight weakness during the session.

NCDEX Futures Prices Movement



TRADE RECOMMENDATION

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-September	SELL	<2393	2381	2379	2399	2357	2371	2394	2406	2414

TUR SPOT MARKET

- A steady to weak tone featured in majority of tur cash markets.
- Imported tur prices eased in Mumbai and Delhi on dull trade from millers/processed amidst restricted offtake in processed tur (dal).
- Recent rains over Central, NW and southern India further weighed on prices besides fears in the markets that govt. may take stringent action to curb price rise.
- On the contrary, reports of crop damage in southern India particularly in Karnataka (Raichur and Gulbarga) restricted the downside to some extent.
- Higher parity to imported tur and negligible stocks further limited the downside.
- Thus, tur prices are expected to trade range bound in near term.
- On the contrary, expected demand ahead of festivities, higher parity to imported tur and negligible stocks may support/boost prices.

Spot Market Prices of Tur

(Rs/Qtl)

Origin/Grade	Centre	18.08.09	17.08.09	Change	Arrival Bags
Burmese Lemon New	Mumbai	5325	5350	-25	
Burmese Lemon New	Delhi	5250	5450	-200	
Red tur (New)	Gulbarga	5800	5850	-50	2000
Red Tur (New)	Latur	5600-5700	5600-5700	-	
White Tur	Latur	5800-5900	5800-5900	-	500
Red Tur MH	Indore	5500	5500	-	100
Lemon Tur	Vijaywada	5250	5400	-150	500
Red Tur (New)	Jalgaon	5600-5650	5600-5650	-	300

PEAS SPOT MARKET

- A steady to weak sentiment featured in key peas cash markets.
- Imported peas prices remained stable in Mumbai on subdued trade, while desi peas pieces eased in Kanpur on dull demand from processing units.
- Slightly improved chana and chana products sentiment are supporting the tone, while comfortable stocks weighing on prices.
- Pease prices are expected to move in conjunction with chana and chana product (dal & besan) prices in the days ahead.
- Internationally peas harvest is likely to start in Canada soon which may weigh on prices internationally.

Spot Market Prices of Peas

(Rs/Qtl)

Centre	18.08.09	17.08.09
Mumbai (White Canada)	1511	1511
Mumbai (White American)	1575	1550
Mumbai (Green Can)	2050-2150	2050-2150
Mumbai (Green American)	2275-2350	2300-2350
Kanpur (Desi) New	1810	1825
Kanpur (White Can)	1760	1770

MASOOR SPOT MARKET

- A steady to weak tone featured in majority to masoor cash markets.
- Prices remained stable in Delhi on subdued trade while eased in key markets on UP and MP on dull trade.
- Fears in the market that govt. may take more stringent action to curb price rise weighed on prices besides subdued trade for processed masoor.
- Tight supply situation in the markets is however, restricting the downside to some extent.
- Masoor prices expected remain range bound in the days ahead, while expected festive season demand may support prices.

Spot Market Prices of Masoor

(Rs/Qtl)

Centre	18.08.09	17.08.09	Arrival / bags
Mumbai (Red Lentil)	4751	4700-4725	
Delhi-MP/kota Line	4700	4700	
Delhi- UP/Sikri New	4800	4800	
Delhi-Chanti export	6050-6150	6050-6150	
Kanpur local mill delivery	4870	4900	
Kanpur new- Bareilly Delivery	4950	4950	
Indore- Masra	4700	4750	3500

MOONG SPOT MARKET

- Mostly a steady sentiment featured in key moong cash markets.
- Subdued trade from millers/processors amid restricted offtake in process moong keeping prices in check.
- Recent rains over central and NW India further pressured prices besides higher acreage in current Kharif 2009.
- Tight supply in the markets coupled expected lower yield in southern states on deficient rains are limiting the downside.
- Higher parity to imported moong further restricted the downside.
- Moong prices expected to remain range bound in the days ahead, while expected demand ahead of festivities may support prices.

Spot Market Prices of Moong

(Rs/Qtl)

Origin/Grade	Centre	18.08.09	17.08.09	Arrival Bags
Pedishewa	Mumbai	4651	4600	
Green	Mumbai	4551	4500	
Maharashtra Chamki New	Delhi	4600-4700	-	
Kisangarh	Delhi	4500-4600	4500-4600	
Moong Mertha City	Delhi	4800-4900	4800-4900	
Moong Kekdi New	Delhi	4200-4400	4200-4400	
Chamki New	Indore	4300-4500	4300-4500	100
Desi	Kanpur	4600	4600	400
Chamki-New	Jalna	4500-5000	4500-5000	100
Chamki-New	Akola	4500-4900	4500-4900	100
Moong NEW	Jaipur	4800	4700	500
Chamki-New	Jalgaon	4500-5000	4500-5000	100

FOREX (RBI)

Country/Continent	Currency	Value in Rupees
USA	Dollar	48.74
European Union	Euro	68.86
Japan	100 Yen	51.30
United Kingdom	GBP	79.90

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at [as](#) © 2005 Indian Agribusiness Systems Pvt Ltd.