

PULSES

June 26 - July 01, 2006

Highlights

Spot Markets

- Weather Situation is advancing into northern India
- Nafed finalizes import of 30000 ton pulses from Myanmar
- Sowing of Urad, Mung and Tur in Progress in Karnataka, Maharashtra and AP

Highlights -

Futures Market

- NCDEX has opened an additional delivery center for chana futures. The additional delivery centre will be available for all contracts to be launched on July 10, 2006 and thereafter. Delhi is the basis delivery center for Chana futures contract. Rajasthan Desi and MP Desi varieties are being deliverable at basis centre. Indore is the additional delivery for Chana futures contract and MP Kantawalla variety is deliverable at Indore.

Fundamentals

URAD:

Series of actions taken by government last week effectively put check on all kind of bullish tendencies in the market. National Agricultural Cooperative Marketing Federation of India Limited (NAFED) has finalized the purchase of 25000 MT of urad from the Myanmar. Shipment for these cargos would be in July and August end. Cost of purchase has not been made public. Traders blamed that this decision does not stand in benefit of the farmers, which is the prime objective of Nafed. Set up of Nafed was done with the objective of promoting Co-operative marketing of Agricultural Produce to benefit farmers. Sowing of urad has started in many of the major producing states. Obviously cost of cultivation is higher for the farmers this year due to increased cost of input, power and transportation etc. Imported cargos will be reaching just ahead of domestic harvest in some of the early sown areas, which obviously would have negative impact on realization by the farmers. Though intention of giving relief to common man is welcoming, decision in fact has been taken late and would rather have more of negative impacts.

Urad Prices in Delhi and Mumbai (Rs/mtl.)

Date	Burma FAQ 2005 (Delhi)	Local Grade-UP/Bihar (Delhi)	Burma spot FAQ 2005 (Mumbai)

26.06.06	3250	NA	3121-3131
27.06.06	3250	NA	3075
28.06.06	3250	NA	3061
29.06.06	3100	NA	2900-2950
30.06.06	3100	NA	2951
01.07.06	3050	NA	2900

Urad Prices in secondary markets

QUALITY	24.06.06	01.07.06
Akola	3300	3300
Indore	2800-3200	2700-3000
Vijaywada	3550	3500

International Price Offer For Urad, FAQ, SQ New: \$/MT CNF (Mumbai/ Chennai) 90 Days

Date	F A Q	S Q
24.06.06	625-630	700
01.07.06	650	710

TUR:

Tur markets featured weak trend. Traders blame seasonality for poor off-take in the market. According to traders, though starting of the season last year was good, but this momentum was not carried further. Tur was the only kharif crop last year, which was escaped from any kind

of weather trouble. Tur is the second largest crop after chana. So, supply is not the concern. Also, prices of the tur are already down on year basis. Traders believe that if weather remains satisfactory, farmers might switch some acreage from tur to urad.

Tur Prices at Delhi / Mumbai (Rs/qtt.):

Date	Burma Spot Delhi	Maharashtra Line (Delhi)	Burma Spot Mumbai
26.06.06	NA	1950	1590
27.06.06	NA	1950	1575-1580
28.06.06	NA	1950	1550
29.06.06	NA	1900	1525
30.06.06	NA	1900	1525
01.07.06	NA	1900	1500

Tur Prices in secondary markets

QUALITY AND CENTRE NAME	24.06.06	01.07.06
Gulbarga - Red Tur	1750	1775
Latur Red tur (Mh Line)	1800-1825	1760
Latur White tur (Mh Line)	1750-1825	1800
Jalna Red	1750	1800
Jalna White	1850	1825
Jalna BDM	1900	1800-1850
Akola Red Marathwada Line (motor cut)	1825-1830	1815-1820
Akola Red Vidharbha Line (motor cut)	1850	1800
Vijaywada Local	1775	1750

International Price for Tur USD/MT CNF (Mumbai) 90 Days

DATE	Burmese (FAQ/lemon/ Shwebo)
24.06.06	345
01.07.06	345

MUNG:

Mung prices also declined partially due to government action and increased supply of summer harvest. Nafed has purchased 5000 MT of mung from Myanmar. Shipment for the same would be in July and early August. 'Bohni' of the same has yet to start in Rajasthan, which alone accounts for more than 50% of its total production in the country. Rajasthan is largest producer of mung followed by Maharashtra.

Latest prices in Delhi (Rs/qt.)

Date	Kekdi/ Kishangarh (Delhi)	Shekhawati (Delhi)
24.06.06	3300	3200
01.07.06	3100	3000

International Price Offer for Moong USD/MT CNF (Mumbai) 90 Days

Date	Burmese Pokako	Burmese Annashewa	Burmese Pedishewa
24.06.06	620	NA	NA
01.07.06	620	NA	NA

CHICKPEAS:

Chana markets also featured bearish trend. Government has come under immense pressure with the increasing clamors over spiraling prices of essential commodities. Rather than addressing the issue wisely, govt has started bullying trade people. According to traders, they themselves have bought chana at higher prices from the farmers, so they cannot afford to sell the same at lower prices. They opine that government should think of providing subsidy to the traders to deal with inflation issue, rather than forcing traders to bear losses for its intentions.

Desi Chickpea Price Change in Delhi and Indore (Rs/qt.)

Date	Rajasthan (Delhi)	M.P. (Delhi)	Indore (Kantewala)
26.06.06	2200	2165	2215-2220
27.06.06	2200-2225	2200	2170-2200
28.06.06	2150-2200	2130-2150	2165-2170
29.06.06	2150	2130	2150
30.06.06	2200-2225	2150	2200
01.07.06	2200	2160	2175-2180

Prices in Mandies of Maharashtra/ UP/ Karnataka

Centres	17.06.06	24.06.06
Gulbarga New	2150	2125
Latur (Gauran)	2100	2100
Latur (Annagiri)	2175	2150
Jalna (Gauran)	2250	2000-2050
Jalna (Pila)	2300	2100-2125
Akola (Mixed) motor cut	2275	2150
Akola new (Chapa) motor cut	2311	2200
Kanpur (mandi rates)	2300	2275

LENTILS:

Masoor markets turned lacklustre following ban on export of all pulses by the government last week. Also, increased supply of other alternatives like pea in eastern markets has affected its demand from the eastern zone. Demand from the local consumption centres also have declined due to increased volatility in the markets. Demand for the same remained confined from the retail end/ millers in immediate requirement.

Prices in Delhi/ UP/ Indore (Rs/qrtl.)

Date	MP/Kota Line (Delhi)	UP/Sikari (Delhi)
26.06.06	1875	2350
27.06.06	1800	2350
28.06.06	1800	2350
29.06.06	1800	2350
30.06.06	1800-1850	2350
01.07.06	1800-1850	2350

Prices at Secondary Centres (Rs/qrt)

Date	Indore Masra	Indore Masoor	Indore Medium	Kanpur	Bareilly
26.06.06	1760	1750	1650	1880	1940
27.06.06	1750	1740	1650	1850	1910
28.06.06	1720	1710	1600	1850	1920
29.06.06	1730	1720	1600	1850	1910
30.06.06	1710	1700	1600	1825	1890
01.07.06	1720	1710	1600	1830	1900

FIELD PEAS:

Sentiments weakened slightly with the increase in its arrivals. However, demand for the same remained good due to increased prices and volatility in other pulses. Pea obviously has become more lucrative/cheaper after removal of import duty by the government.

Peas Price Movement (Rs/qrt)

Offers	Kanpur New	Mumbai Peas
24.06.06	1260-1265	1200
01.07.06	1250	1191-1200

NEWS

Delhi State govt has come into action within 24 hours after Congress Working Committee held meeting with govt on Thursday to discuss rising prices of essential commodities. Delhi government has announced that govt would provide two most expensive dals at Rs 38 per kg at special retail

outlets. Govt will sell dhuli urad and dhuli mung in retail at its 70 food and civil supplies circle offices. In open markets, prices of dhuli urad stands at Rs 54 /kg and dhuli mung at Rs 52/kg. Government expects that this will action will help in checking further spiralling of prices. Survey of stocks of wholesale dealers by the govt is in progress to prevent hoarding. Survey of 39 dealers has been completed and over 300 dealers are yet to be covered.

Source- ANAS

Glimpses - Future Markets (NCDEX)

Chana

Bearishness prevailed in the chana July contract for most of the week. Fears of extended government efforts (against stockists) towards checking spiraling prices of essential commodities kept the market in low spirit through the week. Volume though remained high, open interest fell substantially due to increased ambiguity after recent actions taken by the govt. Sharp liquidation was seen in both the front months. July and August months are equally active. Smart recoveries were seen near weekend, but traders rule out its friendly perspectives in medium term. NCDEX has opened one more delivery center for chana. NCDEX has decided Bikaner as an additional delivery center for chana futures. The additional delivery centre will be available for all contracts to be launched on July 10, 2006 and thereafter.

Urad

Urad July contract featured steady to weak trend. Urad futures were less volatile as compared to chana. News of Nafed purchasing 25000 ton of Urad from Myanmar had big bearish impact. Volume remained low, which traders blame to still high margins. Further, stocks of the same had exhausted in most markets long ago. Only importers are active participants in urad futures.

Tur

Lemon tur futures were also less volatile. Volume remained low. All the available contracts were almost equally active. Since, millers are not satisfied with the quality approved for delivery, participation by the actual users remained low. Overall sentiments remained bearish.

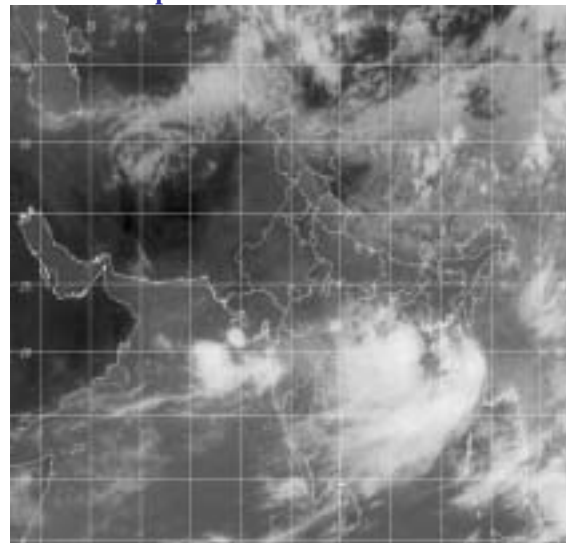
Crop -Weather Impact

Commodity	States	Crop Stage	Weather	Impact
Urad (Kharif + Rabi)	Andhra Pradesh	Sowing	Isolated Shower	Good
	Karnataka	Sowing	Isolated Shower	Good
Tur (Kharif)	Maharashtra	Sowing	Isolated Shower	Good
	Maharashtra	Sowing	Isolated Shower	Good
	Karnataka	Sowing	Isolated Shower	Good
	MP	Sowing	Isolated Shower	Good
Mung (Kharif + Rabi)	Rajasthan	Sowing	Isolated Shower	Good
	Maharashtra	Sowing	Isolated Shower	Good
	Karnataka	Sowing	Isolated Shower	Good

*Valid till 4th July

Source-IMD

Weather Map



2006-07-01 06:00:02

Source-IMD

Latest Vessel Position

- Kolkata Port is receiving 3,300 MT of pulses from the vessel 'Supreme'. The cargo was loaded from Yangon. B Ghose agents is handling the vessel. Delivery of 1,747 MT of pulses is continuing at Kolkata Port from the vessel 'HPA An'. The cargo was loaded from Yangon. Pennon agents is handling the vessel. Kolkata Port is receiving 20,000 MT of peas from the vessel 'Shang Shai Hai'. B Ghose agents is handling the vessel. 'Barra' is expected at Kolkata Port to discharge 41,189 MT of yellow peas.
- Mumbai Port is receiving 39,700 MT of peas from the vessel 'Blest Marine'. The vessel is being handled by Sahi Oretrans agents.

International Highlight

India's Import Matrix for Burmese Pulses (Tonnes)

Pulses	Nov, 05	Dec, 05	Jan, 06	Feb, 06	March, 06
Black Matpea	12,628	9,979	24,427	14,973	31,539
Mung beans	5,998	8,774	13,472	12,608	27,084
Black Eye Beans	-	-	1,947	3,223	1,928
Chickpeas	407	-	-	-	358
Tur whole	11,127	10,135	12,067	5,951	12,039
Kidney Beans	1,883	138	161	1,103	2,057

Total	32,043	29,026	52,074	37,858	75,005
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USDA

Monthly Total Exports of Burma (qty. in tonnes)

Months	2003	2004	2005
January	43,885	59,450	37,528
February	65,471	85,062	51,171
March	70,011	131,179	71,433
April	88,772	129,001	56,153
May	51,591	139,895	62,878
June	100,893	98,906	92,430
July	107,520	68,992	64,063
August	87,198	47,786	75,578
September	100,575	30,748	44,082
October	99,008	34,080	46,235
November	36,638	45,107	35,959
December	38,493	35,584	32,159
Total	8,90,055	9,05,790	667,869

(Source: Commerce Ministry, Myanmar)

Forex	01.07.06
1 USD	46.080

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