

PULSES

July 03 - 08, 2006

Highlights

Spot Markets

- AP govt Enhances MSP for Red gram, black gram and green gram
- PEC importing 81,000 MT of Pulses
- Delhi Govt Retailing Urad and Moong Dhuli dall at discounted prices

Highlights -

Futures Market

- In its latest notification issued by National Commodity & Derivatives Exchange (NCDEX) dated July 07, 2006, position limit for chana from July 2006 onwards for its members and clients has been fixed at 8000 and 2000 MT respectively from one month ahead of any particular contract, while limits for lemon tur has been fixed at 5000 and 1000 MT. In case of Urad, position limit for its members and clients has been fixed at 4800 and 1200 MT respectively from 28 days ahead of expiry of any particular contract.

Fundamentals

URAD:

Fundamentals are weak into urad markets. Only friendly factor was enhanced MSP (Minimum Support Price) by Andhra Pradesh government for red gram, black gram and green gram. Sowing of urad is nearing completion in Southern states. Revival of monsoon last week helped replenishing the desired moisture to the soil. Low carryover stock and good realization against last year crop has boosted additional interest of farmers towards urad. Obviously pulses now are on government's radar and media has pushed them into alert zone, traders/stockists will probably remain little cautious than indulging much into it. Delhi state government is offering Urad and Moong dhuli dall at discounted prices of Rs 38 per kg, while prices for the same in open markets varying between Rs 50-54 per kg. National Agricultural Cooperative Marketing Federation of India (NAFED) has purchased 25,000 MT of urad for shipment in late this month or early August. Shipments will be arriving at Kolkata, Mumbai and Chennai port.

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

Date	Burma FAQ 2005 (Delhi)	Loyal Grade-UP/Bihar (Delhi)	Burma spot FAQ 2005 (Mumbai)
03.07.06	3150	NA	3000-3025
04.07.06	3200	NA	3050

05.07.06	3200	NA	3050
06.07.06	3200	NA	3075
07.07.06	3200	NA	3100
08.07.06	3200-3225	NA	3100

Urad Prices in secondary markets

QUALITY	01.07.06	08.07.06
Akola	3300	3300-3400
Indore	2700-3000	2500-3100
Vijaywada	3500	3550

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

Date	F A Q	S Q
01.07.06	650	710
08.07.06	630-650	695-700

TUR:

Slight improvement was seen in tur markets. According to traders, prices are already running low on year basis and there seems limited room for further ease in its prices. Stock is sufficient. Low demand in immediate is due to seasonality factor. Traders are expecting improvement in its off-take with in a week or so. Weather has been satisfactory in Peninsular India. Traders also are expecting

farmers switching some area under tur to urad in southern states. Mild boost came with the news of AP govt enhancing MSP for different gram (red gram, green gram, black gram).

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

Date	Burma Spot Delhi	Maharashtra Line (Delhi)	Burma Spot Mumbai
03.07.06	1800	1900	1500-1525
04.07.06	1800	1900	1550
05.07.06	1800	1900	1521-1540
06.07.06	1800	1900	1521
07.07.06	1800	1900	1550
08.07.06	1800	1900	1575

Tur Prices in secondary markets

QUALITY AND CENTRE NAME	01.07.06	08.07.06
Gulbarga - Red Tur	1775	1765
Latur Red tur (Mh Line)	1760	1820-1825
Latur White tur (Mh Line)	1800	1825-1850
Jalna Red	1800	1800-1825
Jalna White	1825	1800
Jalna BDM	1800-1850	1850
Akola Red Marathwada Line (motor cut)	1815-1820	1860-1865
Akola Red Vidharbha Line (motor cut)	1800	1840
Vijaywada Local	1750	1640

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

DATE	Burmese (FAQ/lemon/ Shwebo)
01.07.06	340
08.07.06	320

MUNG:

Slight improvement in its demand due to marriage season helped underpinning prices of Moong. Presently, Bihar is feeding Delhi. Stocks of Rajasthan origin moong had been nearly exhausted in Delhi. Sowing of moong has yet to be started in Rajasthan. Rajasthan is largest producer of moong. Arrival of Monsoon has got little delayed in northern states. However, traders feel that it would be too early to trade weather factor.

Latest prices in Delhi (Rs/qtt.)

Date	Kekdi/ Kishangarh	Shekhawati (Delhi)
------	-------------------	--------------------

	(Delhi)	
01.07.06	3100	3000
08.07.06	3125	3100

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

Date	Burmese Pokako	Burmese Annashewa	Burmese Pedishewa
01.07.06	620	NA	NA
08.07.06	620	NA	NA

CHICKPEAS:

Trading in chana markets has slowed due to increased fear of intervention by the government. Buyers in the markets are actual users/millers only. Arrivals in Delhi have reduced significantly, which are viewed as a barometer of reduced selling intentions of stockists in Rajasthan and northern Madhya Pradesh (MP). Prices have fallen more than 10% in Delhi since govt initiated its mission to curb inflation. NAFED also had invited bids for chana in its tender issued on June 18, but bids were submitted for shipment in late August and early September against desired shipment in July. Traders rule out possibility of cheaper import despite likely increase in acreage under chickpea in the major exporting nation this year. Prices have already been higher due to higher than usual demand for chana from Asian continent. Demand has also been very good from Pakistan, where also crop fell short this year.

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

Date	Rajasthan (Delhi)	M.P. (Delhi)	Indore (Kantewala)
03.07.06	2250	2200	2190-2200
04.07.06	2250	2225	2200
05.07.06	2225	2200	2170
06.07.06	2200	2190	2170-2175
07.07.06	2250	2225-2230	2210-2215
08.07.06	2325	2250-2275	2220-2225

Prices in Mandles of Maharashtra/ UP/ Karnataka

Centres	01.07.06	08.07.06
Gulbarga New	2125	2050
Latur (Gauran)	2100	2150
Latur (Annagiri)	2150	2300
Jalna (Gauran)	2000-2050	2125-2150
Jalna (Pila)	2100-2125	NA
Akola (Mixed) motor cut	2150	2270-2275
Akola new (Chapa)	2200	2315-2320

motor cut		
Kanpur (mandi rates)	2275	2350

MASOOR:

Masoor markets featured lackluster trade during the week. In its latest notification, Director General of Foreign Trade (DGFT) has extended ban on pulses export till March 31, 2007. However, stockists are reserved sellers and seem in no hurry to empty out stocks ahead of off-season.

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

Date	MP/Kota Line (Delhi)	UP/Sikari (Delhi)
03.07.06	1850	2325
04.07.06	1850	2325
05.07.06	1850	2325
06.07.06	1850	2325
07.07.06	1850	2325
08.07.06	1850	2325

Prices at Secondary Centres (Rs/qtt)

Date	Indore Masra	Indore Masoor	Indore Medium	Kanpur	Bareilly
03.07.06	1750	1740	1725	1850	1900
04.07.06	1780	1770	1675	1850	1915
05.07.06	1770	1760	1675	1860	1910
06.07.06	1760	1750	1650	1860	1910
07.07.06	1760	1750	1650	1850	1910
08.07.06	1760	1750	1650	1850	1920

FIELD PEAS:

Peas markets saw steady trend through the week. Supply although has increased with fresh big consignments reaching at different ports, but demand remains equally good enough to help offsetting the increased supply. According to sources, discharge of more than one lakh ton of pea is in progress at different ports.

Peas Price Movement (Rs/qtt)

Offers	Kanpur New	Mumbai Peas
01.07.06	1250	1191-1200
08.07.06	1270-1275	1201

NEWS

Govt appeared in no mood of compromising while dealing with inflation issue. Different govt bodies are set to import 1.16 lakh ton of pulses in July-August. The National

Agricultural Cooperative Marketing Federation of India (NAFED) is planning to buy 5,000 ton of assorted gram from Myanmar shortly. NAFED already has finalized purchase of 30000 ton of pulses (25000 ton urad and 5000 ton moong). State-owned Project and Equipment Corporation (PEC) has also issued the tender for importing 81,000 ton of pulses. MMTC also has issued tender for purchase of pulses. Delhi government will be selling urad and moong dall at Rs 40 per kg at retail outlet of Mother Dairy.

Source- ANAS

Glimpses - Future Markets (NCDEX)

Chana

Haphazard movements of Chana July futures through the week depict lack of conviction in the market. Steady fall in open interest through the week shows losing interest of participants against this contract. Anxiety in the market increased due to increased intervention by the government. Couple of meetings of ruling party created nervousness among long position holders. Mild boost came from firm cash basis in the spot markets at weekend. Also, weather in northern India is turning little fussy due to delay in monsoon.

Urad

Downtrend that set out three weeks ago seemingly has come to halt on sincere focus on fundamentals. Firm cash basis owing to immediate shortage kept the bulls in high spirit. Ideas that market had overdone against government actions helped retreating futures. All the available contracts were equally active, but volume remained low due to higher margins and high volatility in its contracts.

Tur

Lemon tur July futures oscillated in a narrow range through the week. All the three available contracts were equally active. Volume and Open Interest remained low due to still high margins. Traders feel that futures seemingly have bottomed out, but at the same time they do not see any reason for retreat in immediate. Seasonality was blamed primarily for the sluggish trend in the market.

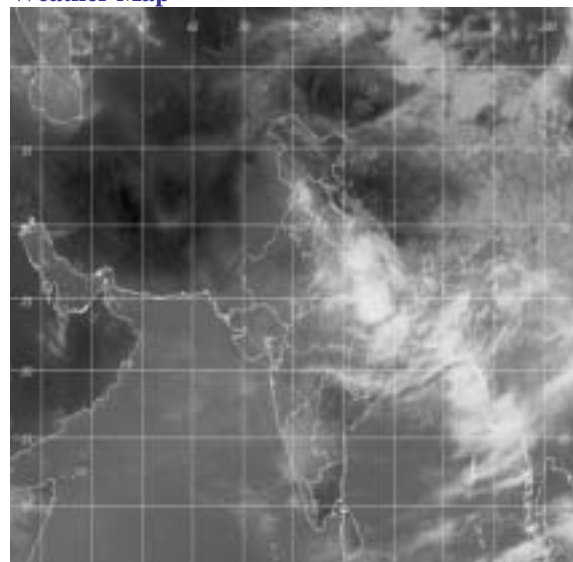
Crop -Weather Impact

Commodity	States	Crop Stage	Weather Forecast	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 11th July

Source-IMD

Weather Map



2006-07-08 06:00:03

Source-IMD

Latest Vessel Position

- 'Barra' has berthed at Kandla Port and continues to discharge 5,242 MT of yellow peas. Sahi Oretrans agents is handling the vessel.
- 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.
- 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
-------	--------	--------	--------	--------	--------

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	08.07.06
1 USD	46.120

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 <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.