

PULSES DAILY

February 08, 2007

URAD

SPOT MARKET

Urad prices remained steady at most of the centres on similar demand supply situation in the market. Demand from miller's side is poor at the moment on poor demand for dal, at the same time supply pressure is also not big enough to pressure the prices down. Meanwhile, to ease the supply side recently NAFED has brought to the market all 35,168 tons of urad and 12,893 tons of Moong, for which contracts were placed in June 2006. Further, supply side is expected to get some support from harvesting of another small crop of Urad in Orissa by February 15, which might ease the prices down to some extent according to the local traders. As, there is no major crop before March; the supply side is not going to ease in a big way.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	07.02.07	06.02.07	Change
Burma Faq	Mumbai	3200	3250	-
Burma Faq	Delhi	3250	3250	-
Desi (UP)	Delhi	3100	3150	-50
Desi (MH)	Delhi	3300	3300	-
Desi (new Crop)	Akola	3250	3250	-
Desi (New Crop)	Gulbarga	NA	NA	-
Desi (New Crop)	Latur	3200	3200	-
Desi (New Crop)	Jalna	3000	3000	-
Desi (New Crop)	Indore	3400	3350	+50
Desi (New Crop)	Vijaywada	3100-3150	3200	-50

CHANA

SPOT MARKET

Chana prices gained some support today from the decreased arrivals at most of the centers. After the recent sharp fall in prices, Chana markets witnessed reduced arrivals today. The farmers didn't come up with their produce looking at the continuous fall in the prices. As the farmers have seen some good levels last year, they seem not willing to accept the recent correction in the prices. In the same line, the arrivals dipped to mere 30 motors in Delhi against 70 motors yesterday, resulting in bounce back in the prices. Meanwhile, according to second advance estimates by Ministry of Agriculture, Chana production this year is expected to increase to 6.16 million tonnes against 5.6 million tonnes last year on account of increased acreage. In such a scenario, Chana prices are not likely to see the last year's levels, provided weather remains favorable during the harvesting season.

Futures Market Commentary

Chana futures at NCDEX recouped some of its recent losses to close the session with moderate profit. March futures of Chana started the session firm at Rs. 2080 and then the prices never looked back. Increased buying interest at this level pushed the prices to the highs of Rs 2137. Finally closed the session with higher by 3.09 % at Rs. 2134. The volumes traded increased to 106,520 tonnes today as compare to 84,160 tonnes on Tuesday.

Price Drivers

Weather concerns in harvesting season

Harvesting in MP has started

Good arrivals in Maharashtra and Karnataka

Production is estimated 6.16 mln tonnes against 5.6 mln tonnes last year

Lack of rains in Churu belt of Rajasthan

Weather

Some scattered rains are likely in North MP and Rajasthan after 10th February, which would be beneficial for Rajasthan Chana, whereas MP Chana is not likely to be affected, as it is only the start of harvesting there.

TECHNICALS

NCDEX -March Contract

Chana charts are showing mixed signals after Wednesday's sudden bounce. The prices closed above short term EMAs, which indicate firmness in the market. MACD is showing decrease in bullish momentum, whereas Stochastic is on the verge of giving bullish signal in oversold region. The prices might test some higher levels.



Support / Resistances:

Contr act	S1	S2	PCP	R1	R2
Mar	2078	2058	2134	2175	2200

Trade Recommendation:

Risk lovers can Buy NCDEX March Chana contract above 2120 with target of 2154 and then 2175. Put SL at 2100.

Spot Market Prices of Chana

Origin/Grade	Center	07.02.07	06.02.07	Change
Rajasthan Desi	Delhi	2350	2300	+50
MP Desi	Delhi	2300	2250	+50
Kantewala	Indore	2250	2200	+50
Desi	Kanpur	2350	2300	+50
Mixed	Akola	2200	2175	+25
Chapa	Akola	2200-2225	2200	-
Gauran	Latur	2000	1950	+50
Annagiri	Latur	2100	2025	+75
G-12	Latur	2050	2000	+50
Gauran	Jalna	2100-2200	2100-2150	-
Pila	Jalna	2200	2150	+50

TUR

SPOT MARKET

Tur prices remained firm at most of the spot markets today supported by healthy demand. Millers continue to buy Tur aggressively in terminal markets, which is supporting the prices at the stage. The prices edged higher in Akola, Gulbarga and Latur where arrivals decreased slightly today. However, in the other centers the prices remained mainly steady. The market seems exaggerating the slight fall expected in Tur production this year and correspondingly it is giving some good premiums for the shortage. However, one should also look at the pulses production in entirety while giving premiums for any production shortage, as pulses demand in the country is quite price elastic. Total pulses production is expected to increase this year on the back of good crop of Chana. According to second advance estimates, total pulses production this year is estimated to increase to 14.52 million tonnes from 13.39 million tonnes last year.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	07.02.07	06.02.07	Change
Burmese Lemon	Mumbai	1900	1900-1925	-
Burmese Lemon	Delhi	1900-1950	1950	-
Maharashtra tur	Delhi	2400	2400	-
Karnataka tur	Delhi	2350	2400	-50
Red tur(New)	Gulbarga	2350-2400	2350	+50
Fatka Dall	Gulbarga	3350	3350	+50
Red Tur	Latur	2350	2280	+70
White Tur	Latur	2300	2270	+30
Red	Jalna	2100-2200	2100-2150	-
White	Jalna	2200-2300	2100-2250	-
Red Tur	Indore	2300	2300	-
Vidharpatta	Akola	2250	2200	+30
Red Tur	Vijaywada	2150	2150	-

OTHERS MOONG

Moong prices continue remained steady at majority of trading centers. The commodity is in lower supply these days and slightly improved demand from millers side at this stage is supporting the prices to some extent. The prices are likely to remain range bound during the harvesting season of pulses, however, due to poor stocks and imports, downside is also limited. There is not much scope for the prices on the higher side as harvesting season in other substitute pulses might contain them.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	07.02.07	06.02.07
Kekdi / kishangarh (Raj)	Delhi	3500	3450
Shekhavati (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	3400	3400
Desi	Indore	3400	3300
Desi	Gulbar ga	NA	NA
Chamki	Jalna	3200-3300	3300
Chamki	Latur	3400	3400
Chamki	Akola	3350-3400	3300-3400

FIELD PEAS

Peas prices remained flat in the major markets today. The arrivals were steady at 2000 bags in Kanpur markets and quoted lower due to higher moisture content in fresh Peas. Whereas MP crop is showing good production prospects this season and likely to witness arrivals from second week of February so some weaker sentiments can be seen with progress of harvest. Acreage of the crop has decreased this year, which also support the prices.

Spot Market Prices of Pea (Rs/qtt)

Center	Variety	07.02.07	06.02.07
Mumbai	White.Can	1351	1351
Mumbai	White American	1501	1450
Mumbai	Green Can	1525	1525
Mumbai	Green American	1575	1601
Kanpur	Desi	1325	1320

MASOOR

Masoor prices witnessed steady to firm sentiments today on decreasing arrivals of fresh Masoor. Indore markets witnessed arrivals of 500 bags today and in Kanpur markets arrivals increased to 800 bags as compare to 2000 bags yesterday. Crop is expected to be good in MP in a favorable weather conditions due to acreage of Masoor this year increased to 7.95 lakh hectare as compared to 7.0 lakh hectares in the previous season. The export has still not opened by the government; the prices are not finding much support from the domestic demand. In that case, the Masoor prices are likely to get much support from this end.

Spot Market Prices of Masoor (Rs/qtt)

Center	07.02.07	06.02.07
Delhi-MP/kota Line	1900-1925	2000
Delhi- UP/Sikari	2425	2500
Kanpur local mill delivery	1950	1940
Kanpur new- Braeilly Delivery	2000	2000
Kanpur- new Malka Dal	2250	2200
Indore- Masra	1960	1900
Indore- Masoor New	1950	1890
Indore- Medium New	1900	1800
Bahraich-Masoor	2750-2850	2900
Bahraich-Export Chanti	3350	3400
Kolkata (Truck delivery)	3700	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 Freight Agent will be handling the vessel.

FOREX (07.02.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.09
European Union	Euro	57.21
Japan	100 Yen	36.61
United Kingdom	GBP	86.84

International Prices

(\$/ton) (CNF 90 days)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	500-510
Burmese FAQ new Tur Mumbai/Chennai	480-490
Burmese Shwebo Tur Mumbai/Chennai	375-400
Tanzania Matwara Tur Mumbai/Chennai	-
Tanzania Arusha Tur Mumbai/Chennai	470-475
Burmese FAQ Urad Mumbai/Chennai	650-660
Burmese SQ Urad Mumbai/Chennai	730-740
Burmese Pedishwa Mung Chennai/Mumbai	740-750
Burmese Anneshwar Mung Chennai	670
Burmese Pokako Mung Mumbai/Chennai	680
Chinese above 3.5 mm grade Chennai	Finished
Burmese Chickpea Chennai/Mumbai	560

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