

PULSES

April 07-April 14, 2007

Highlights

Spot Markets

- Harvest of Chana in Rajasthan is gathering momentum
- Improved demand of Tur from millers
- Total Pulses and Chickpeas Production Estimates Revised Lower
- Harvest of Urad in AP is in peak phase and crop expected 2.5 lakh tonnes
- Rabi Moong acreage increased by 12.6 %

Highlights

Futures Market

- As per FMC's directives, all contracts of Urad and Tur traded on the Exchange were delisted and all outstanding positions in all Urad and Tur contracts at the close of trading were closed out at the daily settlement prices (closing prices) as on January 23, 2007.

Fundamentals

URAD:

Urad markets remained steady at different trading centers on sluggish demand during the week. The supply position however is not very strong at the stage after the harvest of kharif crop. However, harvest of Urad in major producing state AP is gathering momentum and Vijaywada market witnessed arrivals of 20,000 bags per day. As per latest reports, Rabi Urad acreage slightly increased by 3 % to 8.39 lakh ha as compare to 8.14 lakh ha in last year. In AP area under Urad increased significantly by 22 % this year than previous year. Meanwhile, PEC has floated a global tender for import of 6,000 tonnes of urad opened on 12th April. Thus, healthy crop of AP in conjunction with the imports of different pulses, would pressure the prices down in the coming time.

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

Date	Burma FAQ 2006 (Delhi)	Burma spot FAQ 2006 (Mumbai)
09.04.07	2925	2925
10.04.07	2925	2925
11.04.07	2925	2900
12.04.07	2950	2900
13.04.07	2925	2951
14.04.07	2950	2925

Urad Prices in secondary markets

QUALITY	14.04.07	07.04.07
Akola	3000-3050	3100-3200
Indore	3150	3150-3200
Jalna	3000-3100	3150

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

Date	F A Q	S Q
07.07.2007	590	630
14.04.2007	600	640

TUR:

Tur prices also enjoyed slight firmness in different trading centers on improved demand from millers and falling arrivals. The arrivals were gradually decreased in AP and Karnataka. Looking at shortage of domestic supply of pulses Government has decided to import 1.5 million tonne pulses during the current financial year. The international price of the commodity has also surge up, this has also impacted the prices of Tur in the domestic market. The prices are expected to hold the levels in the coming days on lower estimated domestic production for the Indian crop amidst crop failure in main importing country Myanmar.

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

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
09.04.07	2425	2400
10.04.07	2425	2425
11.04.07	2450	2400
12.04.07	2450	2400
13.04.07	2450	2425
14.04.07	2425	2400

Tur Prices in secondary markets

Centres and Grade	14.04.07	07.04.07
Gulbarga - Red Tur	2500	2500
Latur Red tur (Mh Line)	2450	2500
Latur White tur (Mh Line)	2475	2500
Jalna Red	2350	2350
Jalna White	2400-2500	2400
Jalna BDM	2450	2400
Akola Red Vidharbha Line (motor cut)	2425	2475

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

DATE	Burmese FAQ new	Burmese (Lemon Tur, Weeviled 15%)
07.04.2007	525-535	560
14.04.2007	525	555-560

MOONG:

Moong prices remained slightly steady at major markets during last week. The public sector agencies NAFED, STC and MMTC will imports 0.75 million tonne of Urad, Masoor Moong and Tur looking at the short supply of the commodity with subsidy up to 15%. As the crop is mainly grown in Kharif season, small crops of Rabi are not likely to ease the prices in a big way. In addition, MMTC is importing 2,000 tonnes of Moong to be delivered in April and May. However, there is not much scope for the prices on the higher side in coming days.

Latest prices in Delhi (Rs/qt.)

Date	Kekdi/ Kishangarh (Delhi)	Medta(Delhi)
07.04.2007	3650	3700
14.04.2007	NA	3700

Prices at Secondary Centres (Rs/qt)

Centres	14.04.07	07.04.07
Latur	3200-3300	3200-3250
Jalna	3200-3300	3300-3350
Akola	3300-3350	3300-3350
Kanpur	3300-3350	3300
Indore	3300	3200-3300

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

Date	Burmese Pokako	Burmese Annashewa	Burmese Pedishewa
07.04.2007	610-620	NA	690-700
14.04.2007	640-650	NA	700

CHICKPEAS:

Chana prices remained firm in most of the spot markets on account to temporary reduction of supply in major production centers. The market players have turned bullish on Chana looking at the firmness in other pulses. Arrivals are not in tune with expectations. The harvest of Chana crop in Rajasthan is gathering momentum and around 12,000 bags of arrivals were seen in Bikaner market. However, as per latest government estimates Chickpeas production has been revised lower from 6.16 million tonnes to 5.97 million tonnes for 2006-07. The demand from millers remains healthy at this stage. Meanwhile, Government Thursday decided to import additional 15 lakh tonnes of pulses over the next 6-8 months to bring down prices and public sector agencies concerned with import will also qualify for subsidy not exceeding 15%, which might ease the Chana prices in offseason.

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

Date	MP (Delhi)	Indore (Kantewala)
09.04.07	2350	2325
10.04.07	2350	2375
11.04.07	2300	2370
12.04.07	2350	2425
13.04.07	2350-2375	2440
14.04.07	2375	2410

Prices in Mandis of Maharashtra/ UP/ Karnataka

Centres	14.04.07	07.04.07
Gulbarga New	2300	2350
Latur (Gauran)	2250-2300	2300
Latur (Annagiri)	2350-2400	2400
Latur (G-12)	2350	2350
Jalna (Gauran)	2300	2300
Jalna (Pila)	2350	2350
Akola (Mixed) motor cut	2350	2350
Akola new (Chapa) motor cut	2450	2400
Kanpur (mandi rates)	2500	2475

MASOOR:

Most of the Masoor markets witnessed firmness in prices during the week as continued good demand from stockists and millers pressured the prices higher. Arrivals in major producing states MP and UP remained stagnant. However, somewhat lower production is expected this year on 8.1 % decreased in acreage. Further, Government is planning to import Masoor along with other pulses and impose 15% subsidy to public pulse importing agencies to control rise in pulses prices. So, prices might hold the levels until the importing of the commodity to improved domestic supply.

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

Date	MP/Kota Line (Delhi)	Indore
09.04.07	2550	2475
10.04.07	2600	2600
11.04.07	2600	2570
12.04.07	2600	2680
13.04.07	2650	2670
14.04.07	2675	2660

FIELD PEAS:

Desi peas prices remained rangebound during the period under review. The arrivals are continuously declining in Kanpur market. In Mumbai market different varieties of imported peas quoted steady. MMTC has invited bids for sale of 53,000 tonnes of yellow peas in the domestic market to restraint in pulses prices. MMTC will import this yellow pea from Canada and France in next month. The prices expected to come down with the increasing arrivals and import of the commodity by Govt. However, sharp down fall the prices in peak harvesting season is unlikely as lower production expected this year on 12% decreased in acreage.

Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
07.04.2007	1850	1651
14.04.2007	1880	1975

NEWS

Acreage Increases in Pulses This Season to 14.22 Million Hectares

Acreage under Rabi pulses increased to 14.22 mln hectares as compared to 13.76 mln hectares last year on March 30. Gram acreage increased by 0.69 mln hectares this year to acreage in 2005-06. Acreage has jumped to 8.4 mln hectares this year against 7.71 mln hectares last year. Area under Moong increased by 14.6 % to 7.24 lakh hectares. Lentils acreage decreased by 8 % to 15.46 lakh ha where as Peas acreage down by 12 % to 8.22 lakh ha.

MMTC Invited Bids For Sale Of 53,000 Tonnes of Yellow Peas

MMTC on 6th April invited bids for sale of 53,000 tonnes of yellow peas in the domestic market as part of efforts by the government to control over price rises. MMTC is importing 35,000 tonnes of yellow peas at Visakhapatnam and Kolkata from Canada and 18,000 tonnes at Kolkata port from France.

Government Decided to Import 15 lakh tonnes of Pulses

Looking at shortage at domestic supply of Pulses Government Thursday decided to import additional 15 lakh tonnes of pulses during the current financial year to restrain prices and public sector agencies concerned with import will also qualify for subsidy not exceeding 15%. State owned companies including STC, MMTC, NAFED and PEC have been asked to import 1.5 million tonne of pulses including Urad, Tur and Moong dal.

Futures Market (NCDEX)

Chana

Chana futures traded volatile during the week with slightly bullish bias. The most active May contract at MCX started the week on a firm note and traded in the range of Rs 2365-2485 during the period. However, Chana futures at NCDEX surged smartly on continued buying interest in the week. The most active May contract surge to highs of Rs 2490 on Thursday after witnessing the lows of Rs 2334 on the very first day of the week. The volumes of trade as well as open interest both increased during the week.

PRICE DRIVERS:

Harvest of Chana crop started in Rajasthan

Government revised estimates lower Chickpeas production

Govt. plans to import 15 lakh tonnes of pulses in coming months

Govt. provides subsidy up to 15% on pulses import to State Agencies.

OUTLOOK:

Short Term (One Week): Slightly weak on healthy arrivals from Rajasthan

Medium Term (One Month): Slightly firm on reducing arrivals from major producing states

Long Term (Three Months): Firm on declining arrivals in off-season

Chana (MCX April Contract)

Support-1	2340	Support-2	2300
Resistance-1	2525	Resistance-2	2560
Strategy	Buy on major dips		

Chana (NCDEX April Contract)

Support-1	2360	Support-2	2320
Resistance-1	2515	Resistance-2	2550
Strategy	Buy on major dips		

Forex as on 16.04.2007

Country/ Continent	Currency	Value in Rupees
USA	Dollar	42.74
European Union	Euro	57.79
Japan	100 Yen	36.01
United Kingdom	GBP	84.90

Latest Vessel Position

Banglar Moni vessel reached Chennai port to discharge 10267 MT of Pulses by 15th April. Vessel Power Ranger has arrived on 02nd April at Kolkata port to offload 29,790 MT of peas. Vessel LAKE MAJA has arrived on 17th March at Tuticorin port to offload 23,200 tonnes of Peas (Dunpeas).

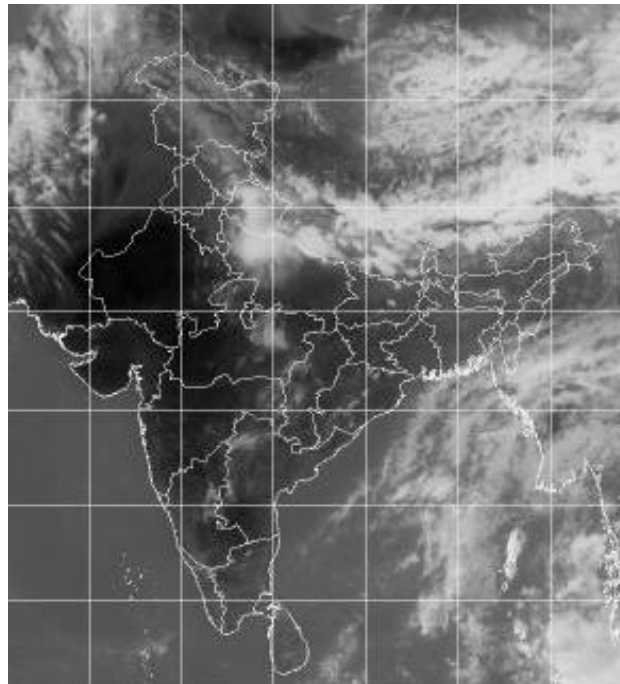
Weather Outlook For The Week Ending On April 18th 2007

- Gradual rise in day temperatures over northwest and central India leading to heat wave conditions in some areas.
- Scattered rainfall activity over northeastern States and extreme south Peninsula.
- Generally dry weather conditions over northwest and central India.

Crop -Weather Impact

Commo dity	States	Crop Stage	Impact	
Urad (Kharif + Rabi)	Andhra	Harvesting	Mainly Dry	Good
	Orissa	Harvesting	Mainly dry	Good
Chana (Kharif + Rabi)	Rajasthan	Harvesting	Mainly dry	Good
	MP	Harvesting	Mainly dry	Good
	Karnataka	Harvesting	Mainly Dry	Good
	Maharashtra	Harvesting	Mainly Dry	Good

Weather Map **16-04-2007**



Source-IMD

International Highlight

India's Import Matrix for Burmese Pulses (Tonnes)

Pulses	March, 2006	April, 2006	May, 2006	June, 2006	July, 2006
Black Matpea	31,539	34322	54446	36146	43460
Mung beans	27,084	21545	16436	5237	5958
Black Eye Beans	1,928	2493	1554	380	156
Chickpeas	358	360	320	200	1946
Tur whole	12,039	6589	19465	6253	30075
Kidney Beans	2,057	594	795	704	2491
Total	75,005	67157	93379	48960	84302

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)

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.