

PULSES DAILY

May 24, 2007

URAD

SPOT MARKET

A weak sentiment was observed in Urad spot markets on Wednesday on the back of slight improved arrivals and low demand in the market. In Mumbai, Akola, Jalna and Indore prices eased by Rs.50-100 due to lower demand. Only in Vijaywada, prices increased by Rs.50 due to some buying interest. The supply status in the market is improving gradually due to import initiative taken by the government. So, it is expected that prices will prevail in the negative region in coming days, as imported pulses will flood the market very shortly.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Center	23.03.07	22.05.07	Change
Burma Faq	Mumbai	2425	2475	-50
Burma Faq	Delhi	2421	2425	-4
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2325	2400	-75
Desi (New Crop)	Latur	NA	NA	-
Desi (New Crop)	Jalna	2425	2500	-75
Desi (New Crop)	Indore	2500	2600	-100
Desi (New Crop)	Vijaywada	2600	2550	+50
Desi (New Crop)	Kanpur	2900	2900	-

CHANA

SPOT MARKET

A luck lustre trade with bearish sentiment was witnessed on Wednesday in Chana spot markets amidst the weak arrivals. Very low buying interest ruled the market and pushed the prices down in most of the places by Rs.25-125. The arrivals in the Delhi market were steady at 40 motors but it was down by 500 bags in Bikaner against the previous day's arrivals of 2500 bags. On Wednesday, Government decided to distribute pulses and edible oils through PDS at subsidized rate to the people those living below poverty level. Though, on Wednesday, NAFED scraped its 1,60,000 tonnes of Yellow Peas import plans due to poor response, but Government's earlier announcement to import of 1.5 mln tonnes of pulses to mitigate the short fall of pulses in the country is creating psychological pressure on the buyers over aggressive buying. So, with present trend prices expected to remain range bound with bearish undertone in coming days due to indecisive nature of trading in the market.

Futures Market Commentary

Chana futures at MCX traded bearish on increased selling pressure. MCX June futures opened at Rs 2120 and traded in the range of Rs 2199-2079 finally settled in negative side at Rs 2115 per quintal. NCDEX Chana futures traded choppy with bearish undertone as near month June contract opened weak at Rs.2186 per quintal against the previous close of Rs.2191. Prices initially moved downward, but there after trading was rangebound between Rs.2131-2194 per quintal and finally settled in red. Volume increased and open interest decreased in Wednesday's trade.

Price Drivers

- ✓ 89,756 MT of pulses reached in Mumbai and Kolkata port
- ✓ NAFED scraped its 1,60,000 tonnes of Yellow Peas import plans
- ✓ Government decided to distribute pulses and edible oils through PDS at subsidized rate
- ✓ NCDEX and MCX Chana stock reached more than 30,000 tonnes.

Weather

Harvest of Chana crop in all major producing states has been finished.

TECHNICALS

NCDEX -June Contract

A bearish candle with long lower shadow has formed, reflecting buying interest at lower price levels. However, the prices closed below short term EMAs, showing a weak phase. MACD is moving southwards in negative zone. Stochastic and RSI are in oversold region and are falling further, indicating weakness at medium and short term. The prices are most likely to remain bearish.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX June	2055	2035	2115	2130	2150
NCDEX June	2120	2095	2173	2190	2220

Trade Recommendation:

SELL MCX June Chana below 2105 with target of 2075; and then 2060 put stop loss at 2120
SELL NCDEX June Chana below 2165 with target of 2135 and then 2120; put stop loss at 2185.

Spot Market Prices of Chana

Origin/Grade	Center	23.03.07	22.05.07	(Rs/qtl) Change
Rajasthan Desi	Delhi	2135	2175	-40
MP Desi	Delhi	2200-2225	2250	-25
Kantewala	Indore	2150	2200	-50
Desi	Kanpur	2150	2250	-100
Mixed	Akola	2100	2170-2175	-75
Chapa	Akola	2270-2275	2240-2245	+30
Gauran	Latur	2150	2275	-125
G-12	Latur	2300	2300	-
Mixed	Latur	2150	2200-2250	-100
Gauran	Jalna	2050	2050	-
Pila	Jalna	2125	2150	-25
Desi	Bikaner	1960-1970	2040-2060	-90

TUR

SPOT MARKET

Tur prices experienced steady to weak sentiment in spot markets on Wednesday amidst the slight weak arrivals. But very low buying interest made the prices down or unchanged in the spot markets. In Mumbai, Latur, Jalna, Akola and Vijaywada, prices were down by Rs.25-50 due to lower demand in the market. As per trade sources, Gujarat and Tamilnadu Government invited tender to procure Tur. But due to psychological pressure on the buyers of pulse import initiative taken by the Government, prices expected to remain rangebound with slight bearish bias in coming days.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	23.03.07	22.05.07	Change
Burmese Lemon (New)	Mumbai	2211	2250	-39
Burmese Lemon (New)	Delhi	2225	2225	-
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2400	2400	-
Fatka Dall	Gulbarga	3400	3400	-
Red Tur	Latur	2350	2400	-50
White Tur	Latur	2350	2350	-
Red	Jalna	2100-2200	2150-2250	-50
White	Jalna	2200-2300	2200-2300	-
Red Tur	Indore	2350	2350	-
Vidharpatta	Akola	2300	2325	-25
Red Tur	Vijaywada	2250	2300	-50

OTHERS MOONG

A steady sentiment was witnessed in Moong spot market prices on Wednesday amidst the steady arrivals and supported demand. Only in Kanpur, the prices of Desi Peas were higher by Rs.100 due to little decreased arrivals. In Mumbai and Kolkata port, more than 80,000 tonnes pulses arrived as Government's initiatives to improve the supply status of pulses in the country. So, prices are likely to prevail with slight bearish undertone in coming days due to anticipated increased arrivals in the market.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	23.03.07	22.05.07
Kekdi / kishangarh (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	NA	NA
Pedishewa	Delhi	2800	NA
Desi	Indore	2600	2600
Desi	Kanpur	3000	2900
Chamki	Jalna	2500	2500
Chamki	Akola	2600	2600

FIELD PEAS

Peas prices experienced steady sentiment in spot markets on Wednesday amidst the steady arrivals. Only the prices of Desi Peas in Kanpur were lower by Rs.40 due to lower demand in the market. On Wednesday, NAFED scraped its 1,60,000 tonnes of Yellow Peas import plans due to poor response. But, 71,148 MT Peas already reached Mumbai and Kolkata port which will be available in the market very soon. So, prices are likely to remain rangebound with slight negative bias in coming days due to expected improve in arrivals in the market.

Spot Market Prices of Pea (Rs/qtt)

Center	Variety	23.03.07	22.05.07
Mumbai	White.Can	1641	1641
Mumbai	White American	NA	NA
Mumbai	Green Can	1625	1625
Mumbai	Green American	1701	1701
Kanpur	Desi	1770	1800-1810

MASOOR

Spot prices of Masoor experienced a weak sentiment in most of the markets on the back of lower demand in the market. In most of the markets prices moved downwards by Rs.30-100. On Wednesday, Government decided to distribute pulses and edible oils through PDS at subsidized rate to the people those living below poverty level. But supply status in the country is in shorter side. Continuous initiative to import pulses pressurizing the buying interest and putting the prices down. So, prices are expected to be at lower sides in coming days, as imported Masoor will improve the supply status in the market shortly.

Spot Market Prices of Masoor (Rs/qtt)

Center	23.03.07	22.05.07
Delhi-MP/kota Line	2500	2550
Delhi- UP/Sikri	2800	2900
Kanpur local mill delivery	2660	2680-2690
Kanpur new- Braeilly Delivery	2750	2800
Kanpur- new Malka Dal	2950-3000	2975-2980
Indore- Masra	2550	2550
Indore- Masoor New	2540	2540
Indore- Medium New	2400	2450

PORT WATCH

- Vessel Tai Yong Rosa reached Kolkata port to discharge 5008 tonnes pulses on 21st May. Vessel Yaad-e-Mohammed-VI is reached Mumbai port to offload 13,600 MT of bagged pulses on 18.05.07. Vessel Tzarevetz reached Kolkata port on 18.05.07 to offload 19,950 MT of Peas.

FOREX (22.05.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.64
European Union	Euro	54.74
Japan	100 Yen	33.50
United Kingdom	GBP	80.17

International Prices

(\$/ton) (CNF 90 days)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	550
Burmese FAQ new Tur Mumbai/Chennai	520
Burmese Shwebo Tur Mumbai/Chennai	500
Tanzania Matwara Tur Mumbai/Chennai	NA
Tanzania Arusha Tur Mumbai/Chennai	NA
Burmese FAQ Urad Mumbai/Chennai	580
Burmese SQ Urad Mumbai/Chennai	630-635
Tanzania Moong Chennai	660
Burmese Pedishwa Mung Chennai/Mumbai	695-700
Burmese Anneshwar Mung Chennai	680
Burmese Pokako Mung Mumbai/Chennai	NA
Chinese above 3.5 mm grade Chennai	Finished
Peas (White Canadian) Mumbai	380
Peas (Green Canadian) Mumbai	390

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