

PULSES DAILY

May 31, 2007

URAD

SPOT MARKET

Steady to weak sentiment was observed in Urad spot market on Wednesday. Arrivals in the market were more or less steady in different markets. But the prices of Burma Urad in Mumbai and Delhi market were lower by Rs.51 and Rs.61 due to lower demand. Very low buying interest in Vijaywada and Kanpur also pushed the prices down by Rs.150 and Rs.50 respectively. The poor supply situation in the market is expected to improve due to Government initiatives to import the pulses. Huge quantity of pulses already reached the port over last two weeks. Thus, prices are expected to remain bearish in coming days due anticipated increase in arrivals.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	30.05.07	29.05.07	Change
Burma Faq	Mumbai	2400	2451	-51
Burma Faq	Delhi	2400	2461	-61
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2500	2500	-
Desi (New Crop)	Latur	NA	2400	-
Desi (New Crop)	Jalna	2500	NA	-
Desi (New Crop)	Indore	2700	2600	
Desi (New Crop)	Vijaywada	2550	2700	-150
Desi (New Crop)	Kanpur	2750	2800	-50

CHANA

SPOT MARKET

Chana prices remained standstill in most of the spot markets with marginal losses in some centres. The arrivals in the market were featured by increase in some markets while in short supply in some others. Delhi market witnessed much higher arrivals of 50-60 motors against 25 motors of the previous day but in Bikaner arrivals were merely 1100 bags. The prices in Bikaner market were higher by Rs.40 due to some enquiry in the market. Whereas, in Jalna, prices moved up by Rs.75-100 due to lower arrivals couple with increased demand. The recent indecisive nature of trading in the markets is mainly featured by huge stock position in the MCX and NCDEX with huge quantities of arrivals of the commodities in the port. Some demands are also coming to the market from the millers for processed food for upcoming rainy season. So, in the present context, prices expected to remain range bound with slight bearish inclination in coming days.

Futures Market Commentary

MCX future traded bearish on Wednesday as prices opened steady at Rs.2162 but thereafter prices pushed down by the increased selling pressure and ultimately settled in bearish sides. NCDEX Chana futures traded bearish on Wednesday. Near month June contract opened with a slight gain of Rs.3 per quintal against the previous close of Rs.2216 per quintal. Prices initially moved upward testing a high of Rs.2219. But, increase in selling pressure pushed the prices down and tested a low of Rs.2196 per quintal and finally settled in red. Volume decreased significantly, whereas open interest increased marginally.

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

Charts are giving mixed signals at this stage. The prices closed just below short term EMAs, which supports bears. MACD is running upward in negative territory indicating decrease in bearish momentum. Stochastic, is running upward in normal region. The prices are likely to see volatile movements.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX June	2111	2092	2156	2198	2218
NCDEX June	2169	2149	2201	2243	2268

Trade Recommendation:

SELL MCX June Chana below 2168 with target of 2136 and then 2115; put stop loss at 2188

SELL NCDEX June Chana below 2216 with target of 2185 and then 2170; put stop loss at 2236.

Spot Market Prices of Chana

(Rs/mt)

Origin/Grade	Center	30.05.07	29.05.07	Change
Rajasthan Desi	Delhi	2200	2200	-
MP Desi	Delhi	2275	NA	-
Kantewala	Indore	2200	2180-2190	+10
Desi	Kanpur	2225	2250-2260	-35
Mixed	Akola	2150	2140-2150	-
Chapa	Akola	2260	2250-2260	-
Gauran	Latur	2150	2150	-
Annagiri	Latur	NA	NA	-
G-12	Latur	2200	2200	-
Mixed	Latur	NA	2150	-
Gauran	Jalna	2050	2150	-100
Pila	Jalna	2125	2200	-75
Desi	Bikaner	2080-2090	2030-2050	+40

TUR

SPOT MARKET

A negative sentiment was witnessed in Tur market on Wednesday though arrivals in the market were in little bit lower sides. But very lower buying interest in the market softened the market mostly by Rs.20-50. But in Jalna, prices gained by Rs.50, both in Red Tur and White Tur due to lower arrivals in the centre. Tur prices were subdued mainly due to anticipated arrivals of Tur in the market as more than 90,000 tonnes of pulses reached in the ports and at the same time , MMTC very recently announced to release 3,200 tonnes of Tur in the market, which were imported from Myanmar and Mozambique. Thus, in this context, Tur prices are expected to remain bearish in short run.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	30.05.07	29.05.07	Change
Burmese Lemon (New)	Mumbai	2251	2301	-50
Burmese Lemon (New)	Delhi	2261	2281	-20
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2325	2375	-50
Fatka Dall	Gulbarga	3400	3400	-
Red Tur	Latur	2350	2400	-50
White Tur	Latur	2375	2400	-25
Red	Jalna	2100-2200	2100-2150	+50
White	Jalna	2200-2300	2200-2250	+50
Red Tur	Indore	2400	2400	-
Vidharpatta	Akola	2340	2360	-20
Marathwada	Akola	2350	2345	+5
Red Tur	Vijaywada	2200	2250	-50

OTHERS MOONG

A bullish sentiment was seen in Moong market on Wednesday in the spot markets. The bullishness in the market was mainly due to slight decrease in arrivals. Rs.25 increase was witnessed in Akola due to above mentioned reason. The prices in the Indore and Kanpur market were also higher by Rs.100 due to improved buying interest coupled with slight decrease in arrivals. Buyers are little bit hesitant in the market due to recent initiatives of importing pulses due to shortage in the market. So, in this situation prices are expected to remain slightly lower sides in coming days due to anticipated increase in arrivals.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	30.05.07	29.05.07
Kekdi / kishangarh (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	NA	NA
Pedishewa	Delhi	2800	2800
Desi	Indore	2700	2600
Desi	Kanpur	3000	2900
Chamki	Jalna	2600	2600
Chamki	Akola	2650	2625

FIELD PEAS

A steady to weak sentiment was observed in the Peas spot market on Wednesday due to slight increase in arrivals. The prices of White Canadian Peas and Desi Chana in Kanpur eased by Rs.10 on the back of lower demand as a result of slight increase in arrivals. Though, last week, NAFED scrapped its tender to import 1,60,000 tonnes of Peas due to poor response, but a fresh tender will be invited very soon to import Peas to improve the supply situation of the commodity in the country. Thus, Peas spot market in coming days expected to remain slightly bearish featured by huge quantities of Peas arrivals in the port already.

Spot Market Prices of Pea (Rs/qtt)

Center	Variety	30.05.07	29.05.07
Mumbai	White.Can	1691	1701
Mumbai	White American	NA	NA
Mumbai	Green Can	1575	1575
Mumbai	Green American	1651	1651
Kanpur	Desi	1850	1860

MASOOR

A mixed sentiment was witnessed in Masoor spot market due to indecisive nature of trading in recent days amidst the steady to weak arrivals. A slight movement of prices in both directions was seen on Wednesday. But, prices of medium quantity Masoor in Indore were pushed up due to increased buying interest. Only Indore Medium Quality Masoor prices were lower by Rs.25 due to low enquiry in the market. The present imbalance of supply situation is expected to improve shortly as Government has taken several steps to import pulses in the country. Thus, prices are expected to be bearish in short run in expectation of improved arrivals through imported pulses in the market.

Spot Market Prices of Masoor (Rs/qtt)

Center	30.05.07	29.05.07
Delhi-MP/kota Line	2535	2525
Delhi- UP/Sikri	2810	2800
Kanpur local mill delivery	2700	2710
Kanpur new- Braeilly Delivery	2825	2830
Kanpur- new Malka Dal	3000	3000
Indore- Masra	2580	2580
Indore- Masoor New	2570	2570
Indore- Medium New	2500	2400

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 (30.05.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.86
European Union	Euro	54.65
Japan	100 Yen	33.43
United Kingdom	GBP	80.44

International Prices

(\$/ton) (CNF)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	550-570
Burmese FAQ new Tur Mumbai/Chennai	530-540
Burmese Shwebo Tur Mumbai/Chennai	500
Burmese FAQ Urad Mumbai/Chennai	580
Burmese SQ Urad Mumbai	630
Burmese SQ Urad Chennai	600
Tanzania Moong Chennai	620
Burmese Pedishwa Mung Chennai/Mumbai	680
Burmese Anneshwar Mung Chennai	NA
Burmese Pokako Mung Mumbai/Chennai	NA
Chinese above 3.5 mm grade Chennai	Finished
Peas (White Canadian) Mumbai	380
Peas (Green Canadian) Mumbai	390

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.