

PULSES DAILY

May 19, 2007

URAD

SPOT MARKET

Spot market prices in Urad experienced a weak sentiment on Friday on the back of improved arrivals and low demand in the market. In Mumbai and Delhi spot markets, the prices of Burma Urad eased by Rs.20 and Rs.29 respectively due to low demand and steady arrivals. In Vijaywada, prices dipped by Rs.55 due to increased arrival of 8,000-10,000 tonnes against the 3000-4000 tonnes arrivals of the previous day. STC asked tender this week to import Urad of 5,000 tonnes to deliver during June-July. Imports of other pulses to mitigate the shortfall in the country are also going on. In the mean time, vessel Yaad-e-Mohammed-VI is reached Mumbai port to offload 13,600 MT of bagged pulses on 17.05.07. Recent weakness of Dollar against Rupee continued, which also helped import and to supply the pulses in the market at relatively lower prices in short run. So, in coming days, there are no as such possibilities of considerable increase of Urad spot prices, rather prices will move downwards due to the arrivals of the imported commodities in the market.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	18.03.07	17.05.07	Change
Burma Faq	Mumbai	2501-2511	2531	-20
Burma Faq	Delhi	2521	2550	-29
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2650	2650-2660	-10
Desi (New Crop)	Latur	NA	NA	-
Desi (New Crop)	Jalna	2600	2500-2600	-
Desi (New Crop)	Indore	2800	2800	-
Desi (New Crop)	Vijaywada	2770	2825	-55
Desi (New Crop)	Kanpur	2900	2900	-

CHANA

SPOT MARKET

A steady sentiment was observed in Chana spot prices on Friday amidst the steady to low arrivals. Little improved buying interest helped the prices to remain steady to firm in the spot markets. In Delhi markets Chana prices of Rajasthan origin was higher by Rs.25 on the back of lower arrivals of only 25 motors, while MP origin Chana again on the softer sides on Friday by Rs.100 due to low demand. Prices were also higher in Bikaner. Government is continuous taking initiative to import pulses in the country through PSUs to increase the arrivals. The Cabinet Committee on Economic Affairs also gave its approval for the MSPs for 2007-08 kharif crops and MSP of Tur, Moong and Urad, which were increased against the previous year. Though MSPs have no as such impact over Chana prices in the short run. So, in this situation Chana prices are likely to prevail range bound in coming days with bearish bias, as imported pulses will improve the supply situation a little bit very shortly.

Futures Market Commentary

Chana futures at MCX traded mostly upwards after firm opening. June futures opened at Rs 2212 and traded in the range of Rs 2212-2245 before finally closing at Rs 2242 per quintal. NCDEX June Chana opened firm at Rs 2269 and then the prices tested an intraday high of Rs 2300 before finally settling at Rs 2298. Volume of trade has decreased significantly as compared to previous settlement.

Price Drivers

MMTC floated tenders to sell 31,500 tonnes of imported Yellow Peas from Canada.

STC offered tender to import 20,000 tonnes pulse.

MMTC floated tenders to import 40,000 tonnes of desi Chana NCDEX and MCX Chana stock reached 31,463.480 tonnes.

Weather

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

TECHNICALS

NCDEX -June Contract

Candlestick chart shows slight recovery in the prices. The prices closed well below short term EMAs, an indication that short-term trend remains bearish. The MACD is falling in negative territory. Further, the Stochastic is moving downwards in neutral region. The prices are likely to trade with firm bias.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX June	2200	2190	2242	2266	2278
NCDEX June	2255	2240	2298	2330	2349

Trade Recommendation:

BUY MCX June Chana above 2230 with target of 2245; put stop loss at 2217.

BUY NCDEX June Chana above 2282 with target of 2307 and then 2317; put stop loss at 2269.

Spot Market Prices of Chana

Origin/Grade	Center	18.03.07	17.05.07	(Rs/qtl) Change
Rajasthan Desi	Delhi	2200	2175	+25
MP Desi	Delhi	2200	2275-2300	-100
Kantewala	Indore	2250	2250	-
Desi	Kanpur	2375	2370-2375	-
Mixed	Akola	2270-2275	2270-2280	-5
Chapa	Akola	2360-2370	2370	-
Gauran	Latur	2275	2275	-
G-12	Latur	2300	2300	-
Gauran	Jalna	2150	2150	-
Pila	Jalna	2250	2250	-
Desi	Bikaner	2060-2090	2040-2070	+20

TUR

SPOT MARKET

Tur prices remained bearish in spot markets on Friday. In most of the spot markets Tur prices eased by Rs.25-50 on the back of lower buying interest from the stockists and millers. This week, STC floated tenders to import 5,000 tonnes of Tur as a Government's efforts to compensate the lack of supply in the market due to lower domestic production. Other PSUs are also importing pulses in the country, which are getting benefit by the recent appreciation of Rupee against Dollar. In these circumstances, prices are expected to remain steady to slightly weak in coming days as the imported pulses arrives the market.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	18.03.07	17.05.07	Change
Burmese Lemon (New)	Mumbai	2275	2300	-25
Burmese Lemon (New)	Delhi	2275	2300	-25
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2425	2450	-25
Fatka Dall	Gulbarga	3450	3500	-50
Red Tur	Latur	2400	2400	-
White Tur	Latur	2350	2350	-
Red	Jalna	2200-2300	2200-2300	-
White	Jalna	2200-2350	2200-2350	-
Red Tur	Indore	2350	2375-2400	-50
Vidharpatta	Akola	2350	2370-2380	-30
Red Tur	Vijaywada	2150-2250	2300	-50

OTHERS MOONG

Moong prices remained steady to weak in different spot markets on Friday. In Akola, prices were down by Rs.200 and in Indore, it was eased by Rs.100 due to low demand. The arrivals of Moong in the market are not strong enough at this stage. But Government has taken steps to import Moong and as a process different PSUs were inviting tender to import pulses or to sell the imported pulses. So, Moong prices are expected to remain on lower side in coming days, as imported Moong will increase the supply situation in the country.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Center	18.03.07	17.05.07
Kekdi / kishangarh (Raj)	Delhi	NA	NA
Medta (Raj)	Delhi	NA	NA
Pedishewa	Delhi	3250	3250
Desi	Indore	2900	3000
Desi	Kanpur	3000	3000
Chamki	Jalna	2600-2700	2650-2700
Chamki	Akola	2700	2900

FIELD PEAS

Field peas spot prices remained steady to slightly weak during trading in spot markets on Friday due to lower demand. Buyers were under psychological pressure due to heavy import initiatives taken by the Government. This week MMTC offered a fresh tender to sell 31,500 tonnes of Yellow Peas, imported from Canada. In the mean time one vessel in Mumbai port and another vessel in Kolkata port reached to offload 51,198 tonnes of Peas together. These imported peas will reach the market very soon and increase the arrivals in the market. So, Peas prices are expected to be in the negative sides, as the import of huge quantity of peas in near future.

Spot Market Prices of Pea (Rs/qty)

Center	Variety	18.03.07	17.05.07
Mumbai	White.Can	1651-1661	1661
Mumbai	White American	NA	NA
Mumbai	Green Can	1651	1661
Mumbai	Green American	1701	1701
Kanpur	Desi	1850	1860-1870

MASOOR

Masoor prices were steady in most of the markets though supply status were on the weaker sides. Only in Indore, prices were little bit higher. Arrivals from the UP and MP were at very low level as harvesting has been completed. Different PSUs were inviting tenders to import pulses as MMTC Ltd invited fresh tender this week, to import 6,000 tonnes Masoor from the current crop at Mumbai, Chennai and Kolkata port to deliver during July-August. STC also floated tenders to import 5,000 tonnes of Masoor to be delivered in June-July. On the back of present shrinking arrivals in the country, prices are expected to remain slightly firm in the coming days until the imported commodity is available in the markets.

Spot Market Prices of Masoor (Rs/qty)

Center	18.03.07	17.05.07
Delhi-MP/kota Line	2650	2650
Delhi- UP/Sikri	2950	2950
Kanpur local mill delivery	2740-2750	2730
Kanpur new- Braeilly Delivery	2850	2850
Kanpur- new Malka Dal	3025	3025
Indore- Masra	2580	2570
Indore- Masoor New	2570	2560
Indore- Medium New	2500	2450
Baharaich Masoor	2965	2965
Baharaich- Export Chanti	3500	3500
Baharaich- Kolkata Delivery	3750	3750
Baharaich- Masoor Dal	3350	3350

PORT WATCH

- Vessel Goldensari Indah Multimode arrived Kolkata to offload 31,698 tonnes of peas on 15.05.07. Vessel Yaad-e-Mohammed-VI is reached Mumbai port to offload 13,600 MT of bagged pulses by 17.05.07. Vinashin Summer-VI vessel is arrived Mumbai by 16.05.07 port to discharge 19,500 MT of bulk peas.

FOREX (17.05.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.84
European Union	Euro	55.23
Japan	100 Yen	33.78
United Kingdom	GBP	80.73

International Prices

(\$/ton) (CNF 90 days)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	550-560
Burmese FAQ new Tur Mumbai/Chennai	520-530
Burmese Shwebo Tur Mumbai/Chennai	500
Tanzania Matwara Tur Mumbai/Chennai	NA
Tanzania Arusha Tur Mumbai/Chennai	NA
Burmese FAQ Urad Mumbai/Chennai	585
Burmese SQ Urad Mumbai/Chennai	630-635
Tanzania Moong Chennai	660
Burmese Pedishwa Mung Chennai/Mumbai	680
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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