

PULSES DAILY

June 05, 2007

URAD

SPOT MARKET

Urad spot market on Monday experienced a more or less steady sentiment though arrivals in the market on the lower sides. But prices in Delhi and Vijaywada increased sharply by Rs.79 and Rs.50 due to higher demand coupled with lower arrivals in the market. On the other hand, prices eased in Mumbai and Akola by Rs.19 and Rs. 50 due to lower buying interest. Delay of spreading over of Monsoon due to depression over Arabian Sea may affect the sowing of the crop, which can fetch the prices further up. Thus, Urad prices are expected to remain slightly firm in the coming days due to shrinking arrivals of the commodity.

Spot Market Prices of Urad

(Rs/qttl)

| Origin/Grade | Center | 04.06.07 | 02.06.07 | Change |
|-----------------|-----------|----------|----------|--------|
| Burma Faq | Mumbai | 2471 | 2500 | -19 |
| Burma Faq | Delhi | 2550 | 2471 | +79 |
| Desi (UP) | Delhi | NA | NA | - |
| Desi (MH) | Delhi | NA | NA | - |
| Desi (new Crop) | Akola | 2450 | 2500 | -50 |
| Desi (New Crop) | Latur | NA | 2350 | - |
| Desi (New Crop) | Jalna | 2400 | 2400 | - |
| Desi (New Crop) | Indore | 2550 | 2550 | - |
| Desi (New Crop) | Vijaywada | 2800 | 2750 | +50 |
| Desi (New Crop) | Kanpur | 2750 | 2750 | - |

CHANA

SPOT MARKET

A bearish sentiment was observed in Chana spot prices across the board with marginal gains in some centres. The arrivals of in the market were more or less steady. Delhi market received the steady arrivals of 40 Motors whereas Bikaner market experienced increased arrivals of 1600 bags against the 700-800 bags of arrivals of the previous day. Recent agitation in Rajasthan still has no affect over the arrivals in the Delhi market. But the prices in Delhi, Indore, Kanpur, Bikaner and Jalna were in softer sides by Rs.10-55 due to lower demand in the market. Prices increased only in Latur by Rs.50 due to shrinking arrivals in the market. On Monday, NAFED again invited a tender to import 1, 90,000 tonnes of Yellow Peas of European and Canadian origin as last week NAFED scrapped its former tender to import of 1,60,000 tonnes of Yellow Peas due to poor response. Mumbai-based Pulses Importers Association President, K C Bhartiya opined that there are some doubts about their ability to import such a huge quantity of pulses with present poor infrastructure. Thus prices are expected to remain steady to slightly bullish in coming days due to lower arrivals and some fresh demand in the market.

Futures Market Commentary

MCX future Traded steady on Monday as July contract opened weak at Rs.2254 per quintal against the previous close of Rs.2269 and traded in the range of Rs.2263-2240 and finally settled at Rs.2254 per quintal. NCDEX Chana futures opened slightly weak on as July contract opened at Rs.2299 per quintal against the previous close of Rs.2307 per quintal. Prices initially moved downward and tested a low of Rs.2283, but increase in Buying interest pushed the prices up and tested a high of Rs.2308 on Monday's trade. Volume and Open Interest increased marginally.

Price Drivers

- ✓ MMTC will release soon 2,000 tonnes of Tur
- ✓ NAFED again invited a tender to import 1, 90,000 tonnes of Yellow Peas
- ✓ NCDEX and MCX Chana stock reached more than 36,017 tonnes.

Weather

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

TECHNICALS

NCDEX -June Contract

The prices closed above short term EMAs, which supports bulls. Doji formation of candlestick shows indecision in the market sentiments. 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 action with bullish bias.



Support / Resistances:

| Contract | S1 | S2 | PCP | R1 | R2 |
|------------|------|------|------|------|------|
| MCX July | 2231 | 2215 | 2254 | 2280 | 2303 |
| NCDEX July | 2275 | 2259 | 2300 | 2335 | 2355 |

Trade Recommendation:

BUY MCX July Chana above 2240 with target of 2270; put stop loss at 2220

BUY NCDEX July Chana above 2290 with target of 2320 and then 2335; put stop loss at 2270.

Spot Market Prices of Chana

| Origin/Grade | Center | 04.06.07 | 02.06.07 | (Rs/qtt) Change |
|----------------|---------|-----------|----------|-----------------|
| Rajasthan Desi | Delhi | 2170 | 2225 | -55 |
| MP Desi | Delhi | 2220 | 2260 | -40 |
| Kantewala | Indore | 2180 | 2200 | -20 |
| Desi | Kanpur | 2240 | 2250 | -10 |
| Mixed | Akola | 2180 | 2180 | - |
| Chapa | Akola | 2280 | 2280 | - |
| Gauran | Latur | 2150 | 2100 | +50 |
| Annagiri | Latur | NA | 2250 | - |
| G-12 | Latur | 2200 | 2150 | +50 |
| Mixed | Latur | 2150 | 2150 | - |
| Gauran | Jalna | 2050 | 2060 | -10 |
| Pila | Jalna | 2125 | 2150 | -25 |
| Desi | Bikaner | 2050-2080 | 2120 | -40 |

TUR

SPOT MARKET

A steady to bullish sentiment was observed in the Tur spot market on Monday amidst the steady to weak arrivals. The price of Burmese FAQ Tur in Mumbai and Delhi increased by Rs.74 and Rs.119 due to lower arrivals couple with higher buying interest in the market. Prices were up also in Gulbarga and Latur market by Rs.25. But prices dipped in Jalna, Indore and Vijaywada by Rs.10-25 due to lower enquiry. The arrival status of the commodity may improve little bit as 2000 tonnes of imported Tur will reach the market shortly. But prices are expected to remain range bound in coming days until the imported Tur reach the market.

Spot Market Prices of Tur

(Rs/qrtl)

| Origin/Grade | Center | 04.06.07 | 02.06.07 | Change |
|---------------------|-----------|-----------|-----------|--------|
| Burmese Lemon (New) | Mumbai | 2325 | 2251 | +74 |
| Burmese Lemon (New) | Delhi | 2400 | 2271 | +119 |
| Maharashtra tur | Delhi | NA | NA | - |
| Karnataka tur | Delhi | NA | NA | - |
| Red tur (New) | Gulbarga | 2375 | 2350 | +25 |
| Fatka Dall | Gulbarga | 3400 | 3400 | - |
| Red Tur | Latur | 2350 | 2325 | +25 |
| White Tur | Latur | 2350 | 2350 | - |
| Red | Jalna | 2050-2200 | 2100-2225 | -25 |
| White | Jalna | 2200-2325 | 2200-2325 | - |
| Red Tur | Indore | 2350 | 2375 | -25 |
| Vidharpatta | Akola | 2360 | 2360 | - |
| Marathwada | Akola | 2350 | 2350 | - |
| Red Tur | Vijaywada | 2240 | 2250 | -10 |

OTHERS MOONG

Steady to firm sentiment was seen in Moong spot prices on Monday amidst the slight weak arrivals. The prices of Pedishewa Moong in Delhi increased sharply by Rs.69 due to decreased arrivals couple with little increase in demand. Moong prices in Akola also higher by Rs.50 on the back of the same reasons. Further delay of advancement of Monsoon may delay the sowing of Moong little bit which may show some impact over the market. Thus, prices are expected to remain range bound in coming days until the imported pulses reach the market.

Spot Market Prices of Moong (Rs/qtt)

| Origin/Grade | Center | 04.06.07 | 02.06.07 |
|--------------------------|--------|----------|----------|
| Kekdi / kishangarh (Raj) | Delhi | NA | NA |
| Medta (Raj) | Delhi | NA | NA |
| Pedishewa | Delhi | 2850 | 2781 |
| Desi | Indore | 2600 | 2600 |
| Desi | Kanpur | 2850 | 2850 |
| Chamki | Jalna | 2500 | 2500 |
| Chamki | Akola | 2650 | 2600 |

FIELD PEAS

Peas spot market remained steady on Monday amidst the steady arrivals and supportive demand. White Canadian Peas and Green Canadian Peas witnessed negligible losses of Rs.10 due to slight lower demand. Though arrivals in the market are increasing gradually, but still the arrivals are not satisfactory. On Monday, NAFED invited a tender to import 1, 90,000 tonnes of Yellow Peas of European and Canadian origin. So, prices are expected to remain range bound with slightly bearish bias in the coming days due to gradually increasing arrivals as imported Peas are reaching to the market.

Spot Market Prices of Pea (Rs/qtt)

| Center | Variety | 04.06.07 | 02.06.07 |
|--------|----------------|----------|-----------|
| Mumbai | White.Can | 1661 | 1661-1671 |
| Mumbai | White American | 1700 | 1700 |
| Mumbai | Green Can | 1610 | 1621 |
| Mumbai | Green American | 1601 | 1601 |
| Kanpur | Desi | 1840 | 1840 |

MASOOR

Masoor spot market prices were steady to slightly weak on Monday though arrivals in the market were slightly lower. Lower enquiry in the market put the prices of Kanpur local delivery down by Rs.30 and Indore medium quality witnessed marginal losses of Rs.10 against the previous day's prices. But the prices of Sikri line were up by Rs.25 on Monday on the back of decrease in arrivals. So, due to shrinking arrivals in the market, prices are expected to remain range bound with little positive bias in coming days.

Spot Market Prices of Masoor (Rs/qtt)

| Center | 04.06.07 | 02.06.07 |
|-------------------------------|----------|----------|
| Delhi-MP/kota Line | 2500 | 2525 |
| Delhi- UP/Sikri | 2850 | 2825 |
| Kanpur local mill delivery | 2670 | 2700 |
| Kanpur new- Braeilly Delivery | 2815 | 2800 |
| Kanpur- new Malka Dal | 2975 | 2975 |
| Indore- Masra | 2580 | 2580 |
| Indore- Masoor New | 2570 | 2570 |
| Indore- Medium New | 2450 | 2460 |

PORT WATCH

- Vessel Frederick Oldendorff is expected to arrive Mumbai port by 07.06.07 to discharge 46,919 tonnes Peas in Bulk. Vessel Tai Yong Rosa reached Kolkata port to discharge 5008 tonnes pulses on 21st May.

FOREX (04.06.07)

| Country/ Continent | Currency | Value in Rupees |
|--------------------|----------|-----------------|
| USA | Dollar | 40.53 |
| European Union | Euro | 54.43 |
| Japan | 100 Yen | 33.17 |
| United Kingdom | GBP | 80.28 |

International Prices

(\$/ton) (CNF)

| Quality | Latest |
|--|----------|
| Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai | 550-560 |
| Burmese FAQ new Tur Mumbai/Chennai | 530-540 |
| Burmese Shwebo Tur Mumbai/Chennai | 520 |
| Burmese FAQ Urad Mumbai/Chennai | 590 |
| Burmese SQ Urad Mumbai | 630 |
| Burmese SQ Urad Chennai | 600 |
| Tanzania Moong Chennai | 620 |
| Burmese Pedishwa Mung Chennai/Mumbai | 700-710 |
| 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 |

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