

PULSES DAILY

June 23, 2007

URAD

SPOT MARKET

Bearish sentiment was witnessed in Urad spot markets on Friday amidst the steady arrivals. Prices of Burma FAQ Urad in Delhi and Mumbai market softened by Rs.20 and Rs.30 respectively due to slight increase in arrivals in the market. Prices also decreased Latur, Jalna and Kanpur on the back of increase in arrivals coupled with lower buying interest in the market. But a gain of Rs.50 was observed in Akola and Indore due to higher demand. The arrivals in the market has improved a bit due to imported pulses and the arrivals from the summer crop, which are at end harvesting stage in UP and Bihar. On steady progress of monsoon, sowing of Kharif Urad has also started in different part of the country. Due to good remunerative prices, acreage of the commodity is expected to increase in the coming Kharif season. Thus, Urad prices are expected to remain steady to slightly weak in the coming days due to expected improve in arrivals.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	22.06.07	21.06.07	Change
Burma Faq	Mumbai	2521	2551	-30
Burma Faq	Delhi	2531	2551	-20
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2700	2650	+50
Desi (New Crop)	Latur	2550	2700	-150
Desi (New Crop)	Jalna	2600	2700	-100
Desi (New Crop)	Indore	2800	2750	+50
Desi (New Crop)	Vijaywada	3000	3000	-
Desi (New Crop)	Kanpur	2700	2725	-25

CHANA

SPOT MARKET

Chana spot prices highlighted by a bullish sentiment on Friday on the back of slight lower arrivals coupled with higher demand in the market. The arrivals in Delhi market were little bit subdued to 35-40 motors against the 40-50 motors of the previous day, whereas arrivals in Bikaner were steady. Prices increased in almost all the market by Rs.15-75 due to above mentioned reason. But, due to lower buying interest in the market prices eased by Rs.35 in Bikaner. Government is actively importing pulses in the country to improve the supply status in the market. Up to 20th June, already 1.86 lakh tonnes pulses of the total 6.725 tonnes of import contract of pulses by public sector agencies reached Indian ports. The imported pulses are Urad, Moong, Dun Peas, Masoor, Chana, Yellow Peas and Tur. The arrivals of vegetables are likely to remain at lower sides in coming rainy season like every year. It may increase the demand for Chana, which is encouraging the millers for piling up their stocks before further price rise. Thus, in this context prices are expected to remain steady to slightly firm in the coming week on the back steady demand from the millers.

Futures Market Commentary

MCX future traded bearish on Friday on the back of higher selling though July contract opened firm at Rs.2280 against previous close of Rs.2273 per quintal and traded in the range of Rs.2285-2260 per quintal, which finally settled in red. Chana futures at NCDEX opened slightly firm on Friday as near month July contract opened at Rs.2318 per quintal against the previous close of Rs.2314 per quintal. Prices initially moved upward and tested a high of Rs.2324 per quintal, but increased selling pressure pushed the prices down and tested a low of Rs.2301 per quintal and terminated in bearish undertone.

Price Drivers

- ✓ Increasing miller's demands
- ✓ Government's continuous effort to import pulses through PSUs.
- ✓ Expected increase in acreage in Kharif pulses on remunerative prices and steady progress of monsoon.
- ✓ NCDEX and MCX combined stock increased to 41,624 tonnes.

Weather

Harvest of Chana crop in all major producing states has been finished. Good monsoon would have sobering effect on Chana prices, as it would help overall pulses production in the country.

TECHNICALS

NCDEX -July Contract

The charts depict a bearish candle. Prices closed just above the EMAs. MACD is running upward in positive zone. But RSI is moving downward indicating bearish sentiment. Stochastic continues to flatten in the normal region. Volumes remained steady whereas open interest decreased marginally. Prices are expected to trade bearish after a slightly firm opening.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX July	2237	2231	2261	2277	2286
NCDEX July	2249	2233	2301	2326	2334

Trade Recommendation:

SELL MCX July Chana below 2267 with target of 2252 and then 2244; put stop loss at 2275

SELL NCDEX July Chana below 2308 with target of 2289 and then 2280; put stop loss at 2318.

Spot Market Prices of Chana

Origin/Grade	Center	22.06.07	21.06.07	(Rs/qttl) Change
Rajasthan Desi	Delhi	2240	2225	+15
MP Desi	Delhi	2245	2225	+20
Kantewala	Indore	2315	2280	+35
Desi	Kanpur	2265	2240	+25
Mixed	Akola	2375	2300	+75
Chapa	Akola	2450	2400	+50
Gauran	Latur	2200	2150	+50
Annagiri	Latur	2350	2300	+50
G-12	Latur	2300	2300	-
Mixed	Latur	2150	2150	-
Gauran	Jalna	2150	2150	-
Pila	Jalna	2300	2275	+25
Desi	Bikaner	2100	2135	-35

TUR

SPOT MARKET

A bullish sentiment was seen in Tur spot prices on Friday amidst the steady to slight lower arrivals. Prices were higher by Rs.10-46 in Latur, Jalna, Indore and Akola due to lower arrivals and increased demand in the market. Prices eased in Vijaywada by Rs.25 due to lower enquiry in the market. Different PSUs are actively importing pulses in the country to improve the supply status in the country. Steady progress of monsoon will also be helpful for the sowing of Kharif crop in different parts of the country. Sowing of the crop has already been started in Assam and West Bengal. But, Tur prices are expected to remain firm in the coming days due to present shrinking arrivals and increasing demand in the market.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	22.06.07	21.06.07	Change
Burmese Lemon (New)	Mumbai	2401	2411	-10
Burmese Lemon (New)	Delhi	2401	2401	-
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2475	2475	-
Fatka Dall	Gulbarga	3550	3550	-
Red Tur	Latur	2500	2500	-
White Tur	Latur	2500	2480	+20
Red	Jalna	2300-2400	2300-2400	-
White	Jalna	2300-2500	2350-2475	+25
Red Tur	Indore	2500	2475	+25
Vidharpatta	Akola	2511	2465	+46
Marathwada	Akola	2490	2460	+30
Red Tur	Vijaywada	2425	2450	-25

OTHERS MOONG

Moong spot prices remained steady to slightly bearish on Friday due to slightly increased arrivals in the market. Prices of Pedishewa Moong eased by Rs.50 due to lower demand in the market, whereas prices eased by Rs.50 and Rs.100 in Kanpur and Jalna respectively due to slight increase in arrivals couple with decrease in demand. The arrivals of moong are expected to increase in the market as summer Moong is almost end harvesting stage in different parts of the country. Steady progress of monsoon also helped the sowing of Kharif Moong, which is in progress. This week, STC invited sealed quotations for getting insurance cover in respect to import 5,000 tonnes of Green Moong along with 20,000 tonnes of other pulses from Myanmar. Thus, prices are expected to remain slightly bearish in coming week in anticipation of increase in arrivals.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	22.06.07	21.06.07
Kekdi / kishangarh (Raj)	Delhi	NA	NA
Pedishewa	Mumbai	2901	2951
Pedishewa	Delhi	2950	2950
Desi	Indore	2800	2800
Desi	Kanpur	2800	2850
Chamki	Jalna	2700	2800
Chamki	Akola	2775	2750

FIELD PEAS

Peas spot prices remained slightly bullish on Friday due to lower arrivals in the market. Prices of White Peas were higher by Rs.5-10 due to higher enquiry in the market whereas Green American Peas increased by Rs.50 due to lower arrivals in the market. In spite of heavy import of Peas, the arrivals in the market are still in lower sides in the country. One vessel is expected to reach Mumbai port by 27th June to offload 46,919 tonnes Peas in bulk. But, prices are expected to remain range bound with positive bias in the coming days due to poor arrival status in the market.

Spot Market Prices of Pea (Rs/qtt)

Center	Variety	22.06.07	21.06.07
Mumbai	White.Can	1721	1711
Mumbai	White American	1735	1731
Mumbai	Green Can	1550	1550
Mumbai	Green American	1650	1600
Kanpur	Desi	1900	1900

MASOOR

A more or less steady sentiment was observed in Masoor spot market on Friday amidst the slight decrease in demand and steady arrivals in the market. Prices of Malka Dal in Kanpur remained subdued due to lower enquiry in the market, whereas Medium Quality in Indore gained Rs.50 due to higher demand. But arrivals in the market are still unsatisfactory despite of Government's initiatives to improve the supply through imports. It is expected that, Masoor prices are likely to remain steady with slightly bearish inclination in coming days as the demand from Assam and other eastern parts of the country is descending

Spot Market Prices of Masoor (Rs/qtt)

Center	22.06.07	21.06.07
Delhi-MP/kota Line	2575	2575
Delhi- UP/Sikri	2850	2850
Kanpur local mill delivery	2830	2825
Kanpur new- Braeilly Delivery	2940	2940
Kanpur- new Malka Dal	3100	3125
Indore- Masra	2700	2680
Indore- Masoor New	2700	2670
Indore- Medium New	2600	2550

PORT WATCH

Vessel Frederike Oldendorff is expected to arrive at Mumbai port by 27.06.07 to offload 46,919 tonnes Peas in bulk.

FOREX (22.06.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.75
European Union	Euro	54.63
Japan	100 Yen	32.84
United Kingdom	GBP	81.24

International Prices

(\$/ton) (CNF)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	570-580
Burmese FAQ new Tur Mumbai/Chennai	550-560
Burmese Shwebo Tur Mumbai/Chennai	540-550
Burmese FAQ Urad Mumbai/Chennai	610-615
Burmese SQ Urad Mumbai/Chennai	670-68
Etheopia Moong Chennai	700
Tanzania Moong Mumbai	670
Burmese Pedishwa Mung Mumbai	700-710
Burmese Pedishwa Mung Chennai	720-725
Burmese Pokako Mung Mumbai/Chennai	NA
Chinese above 3.5 mm grade Chennai	Finished
Peas (White Canadian) Mumbai	350-355
Peas (Green Canadian) Mumbai	370-375
Peas (White American-New)Mumbai/Chennai	360-365

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