

PULSES

June 09-June 16, 2007

Highlights

Spot Markets

- Summer Urad and Moong are maturity/harvesting stages.
- PEC invited bids to sell 5,384 tonnes of pulses
- NAFED would import 240,000 to 250,000 tonnes of pulses by March 2008.
- MMTC invited tender on Friday to sell 6,500 tonnes of imported pulses
- Monsoon is progressing steadily in greater parts of the country.

Highlights

Futures Market

- 3,810 MT Chana was delivered for the NCDEX May contract
- NCDEX and MCX combined stock of Chana reached more than 39,837 MT

Fundamentals

URAD:

Urad spot prices witnessed a steady decline in prices on subdued demand during the week amidst the steady arrivals. Now, monsoon is progressing steadily in different parts of the country, which favours the sowing of Kharif Urad in different parts of the country. This week PEC invited bids to sell 2,384 tonnes of Urad, which were offered at ex-Chennai warehouses and ex-Navi Mumbai warehouses. Thus, Urad prices are expected to remain steady to slightly weak in the coming week due to lack of demand and expected arrivals of imported commodity. Steady progress of monsoon is also expected to add some momentum in bearish inclination.

Urad Prices in Delhi and Mumbai (Rs/qtl.)

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
11.06.07	2531	2531
12.06.07	2511	2511
13.06.07	2501	2501
14.06.07	2500	2511
15.06.07	2501	2501
16.06.07	2501	2525

Urad Prices in secondary markets

QUALITY	16.06.07	09.06.07
Akola	2625	2675
Indore	2750	2750
Jalna	2600	2500

International Price Offer For Urad, FAQ, SQ New: \$/MT CNF (Mumbai/ Chennai)

Date	F A Q	S Q
09.06.07	600-605	645-650
16.06.07	610-615	660-670

TUR:

A bullish sentiment continued in Tur spot prices due to increase in demand and shrinking arrivals in the market. The steady progress of monsoon in greater parts of the country will also favour the sowing of Kharif Tur in the country. During the week, PEC invited bids to sell 2,641 tonnes of Tur of present crop at ex-Navi Mumbai warehouses. Despite the several efforts from the Government's end, still the supply status of the commodity is in shorter sides to match the increasing demand. So, Tur prices are expected to remain firm in the coming week due to shrinking arrivals and increasing demand in the market.

Tur Prices at Delhi / Mumbai (Rs/qtl.):

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
11.06.07	2350	2351
12.06.07	2350	2341
13.06.07	2365	2371
14.06.07	2385	2375
15.06.07	2401	2401
16.06.07	2400	2401

Tur Prices in secondary markets

Centres and Grade	16.06.07	09.06.07
Gulbarga - Red Tur	2400	2375
Latur Red tur (Mh Line)	2425	2400
Latur White tur (Mh Line)	2480	2400
Jalna Red	2300-2400	2200-2300
Jalna White	2300-2425	2200-2350
Jalna BDM	2425	2375
Akola Red Vidharbha Line (motor cut)	2480	2400

International Price for Tur USD/MT CNF (Mumbai) 90 Days

DATE	Burmese FAQ new	Burmese (Lemon Tur, Weeviled 15%)
09.06.07	540-545	575
16.06.07	540-545	575

MOONG:

Moong spot prices experienced mixed sentiment amidst the steady arrivals in the market. Some positive movements were witnessed in the middle of the week due to lower arrivals and delay in advancement of monsoon in western part of the country but it came down at the end of the week as monsoon is progressing steadily in different parts of the country, which will be favourable for the sowing of Kharif Moong. This week PEC floated bids to sell 359 tonnes of Moong, which were asked at ex-Chennai warehouses. Thus, prices are expected to remain range bound with slightly bearish bias in the short run on the back of expected improve in the arrivals of the commodity coupled with steady progress of monsoon.

Latest prices in Delhi (Rs/qt.)

Date	Pedishewa(Delhi)	Indore
09.06.07	2850	2650
16.06.07	2900	2850

Prices at Secondary Centres (Rs/qt)

Centres	16.06.07	09.06.07
Latur	NA	NA
Jalna	2700	2650
Akola	2675	2675
Kanpur	2875	2950
Indore	2850	2650

International Price Offer for Moong USD/MT CNF (Mumbai) 90 Days

Date	Burmese Pokako	Burmese Annashewa	Burmese Pedishwar
09.06.07	NA	NA	710

CHICKPEAS:

Chana spot market experienced a steady to weak sentiment amidst more or less steady arrivals and sluggish demand during the week. Prices opened slightly firm in the beginning of the week due to delayed advancement of Monsoon, particularly in the western part of the country. It came down little bit in the end due to sluggish demand from the millers coupled with steady progress of Monsoon. Millers' demand witnessed slight weakness on account of lower margins as Dal market remained subdued. Monsoon has now advanced in greater parts of the country and conditions are favourable for further advance of southwest monsoon over some more parts of Konkan & Goa and some parts of Madhya Maharashtra and some more parts of east India and Chhattisgarh during next 2-3 days. So, it will favour the sowing of Kharif pulses in different parts of the country. But, as monsoon is progressing steadily in different parts of the country, which might affect market activities a bit in the forthcoming week. In an interview, Mr. Alok Ranjan, Managing Director, NAFED told on last Monday that Co-operative would import 240,000 to 250,000 tonnes of pulses from Myanmar, Canada, Australia and France by March 2008. He also opined that the total import of pulses would be 3-3.5 million tonnes this year by Government and Private Agencies together. In the same line, PEC invited bids to sell 5,384 tonnes of pulses from the current crop. Thus, prices are expected to remain range bound with slight weak inclination in the coming week on the back sluggish demand from the millers and arrivals of two vessel in Kolkata port to offload 6,180 tonnes pulses.

Desi Chickpea Price Change in Delhi and Indore (Rs/qt.)

Date	Delhi (Rajasthan)	Indore (Kantewala)
11.06.07	2205	2200
12.06.07	2200	2200
13.06.07	2180	2180
14.06.07	2190	2185
15.06.07	2185	2210
16.06.07	2205	2240

Prices in Mandis of Maharashtra/ UP/ Karnataka

Centres	16.06.07	09.06.07
Bikaner (Desi)	2050	2060
Latur (Gauran)	2150	2100
Latur (Annagiri)	2250	2225
Latur (G-12)	2200	2150
Jalna (Gauran)	2075	2050
Jalna (Pila)	2175	2150
Akola (Mixed) motor cut	2300	2200
Akola new (Chapa) motor cut	2375	2300
Kanpur (mandi rates)	2230	2230

MASOOR:

Masoor spot prices witnessed firm sentiment during the week due to weak arrivals and some fresh demand from

the eastern part of the country. Demands are mainly coming from Assam and other eastern states. But overall arrivals in the market are lower to meet up the increasing demand. So, prices are expected to prevail upside bias incoming days due to lower arrivals of the commodity in the market coupled with fresh demand from the eastern part of the country.

Prices in UP/ Indore (Rs/qtl.)

Date	Kanpur	Indore
11.06.07	2725	2600
12.06.07	2725	2611
13.06.07	2750	2650
14.06.07	2740	2640
15.06.07	2750	2640
16.06.07	2780	2650

FIELD PEAS:

Firm sentiment continued in Peas prices during the week on the back of lower arrivals in the market. Though prices experienced little downtrend during the week due to lower buying interest but it recovered at the end of the week. This week also two vessel reached Kolkata port to offload 6,180 tonnes pulses and another vessel is expected to reach Mumbai port by 25th June to offload 46,919 tonnes Peas in bulk. But, prices are expected to remain range bound with slight firmness due to poor arrival status in the market despite of Government's initiatives.

Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
09.06.07	1850	1700
16.06.07	1880	1725

NEWS

PEC Invited Bids to Sell 5,384 tonnes Pulses at ex-Chennai and Navi Mumbai

PEC invited bids to sell 5,384 tonnes of pulses at ex-Chennai and Navi Mumbai Warehouses from the current crop. According to the tender document, 359 tonnes of Moong and 1,538 tonnes of Urad were offered at ex-Chennai warehouses, whereas, 2,641 tonnes of Tur and 846 tonnes of Urad were asked at ex-Navi Mumbai warehouses. Bids should be submitted for the minimum quantity of 100 tonnes and its multiply thereof.

NAFED Would Import 2, 40,000-2, 50,000 tonnes of Pulses by March, 2008

NAFED would import 240,000 to 250,000 tonnes of pulses from Myanmar, Canada, Australia and France by March 2008. Total import of pulses would be 3-3.5 million tonnes this year by Government and Private Agencies together.

Pulses and Oilseed Cultivation May Increase in Maharashtra Due to Poor Remunerative Prices in Sugarcane.

The prices of sugarcane in main cane growing regions like Maharashtra are shrinking below the cost of production. The domestic prices have fallen by 25-28 per cent against the

Rs.12, 000-13,000 per tonnes last year. International prices are also in down trend. According to Mr. K C Bhartiya, President of Pulses Importers Association, as the prices of pulses are high this year, cane farmers may consider pulses as a cash crop in the state, which can fetch better remuneration to them.

MMTC Invited Tenders to Sell 6,500 tonnes Imported Pulses

MMTC invited tender on Friday to sell 6,500 tonnes of imported pulses from the current crop at ex- Chennai and ex- Tuticorin warehouses. According to tender document, 3,500 tonnes of Myanmar Tur, 1,000 tonnes of Myanmar Urad have been offered at ex- Chennai warehouses, whereas 2,000 tonnes of Dun Peas of Australian origin has also been offered at ex- Tuticorin warehouses. The bids will be minimum quantity of 100 tonnes.

Futures Market (NCDEX)

Chana

Chana futures remained steady with slightly bearish bias during the week. Prices opened firm at the beginning of the week, but it dipped sharply on Tuesday and Wednesday and then recovered thereafter in rest of the days on the back of increased buying interest. The most active NCDEX July contract traded in the range of Rs.2310-2255. The MCX July contract traded in the range of Rs.2265-2211. Volume and Open Interest decreased marginally during the week.

PRICE DRIVERS:

- Low arrivals due to off-season
- Sluggish demand from millers
- Demand likely to improve in rainy season
- Govt agencies actively importing pulses
- Increasing stocks at MCX, NCDEX warehouses (39,837 tonnes)

OUTLOOK:

Short Term (One Week): Steady with slight weak inclination on slight lower miller's demand.

Medium Term (One Month): Slightly firm on rainy season demand and reducing arrivals

Long Term (Three Months): Bullish on off-season premiums

Chana (MCX June Contract)

Support-1	2212	Support-2	2204
Resistance-1	2285	Resistance-2	2294
Strategy	Buy on dips towards support levels		

Chana (NCDEX June Contract)

Support-1	2248	Support-2	2228
Resistance-1	2356	Resistance-2	2372
Strategy	Buy on dips towards support levels		

Forex as on 16.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.87
European Union	Euro	54.56
Japan	100 Yen	33.30
United Kingdom	GBP	80.73

Latest Vessel Position

Vessel Frederick Oldendorff arrived Mumbai port on 25.06.07 to discharge 46,919 tonnes Peas in Bulk.

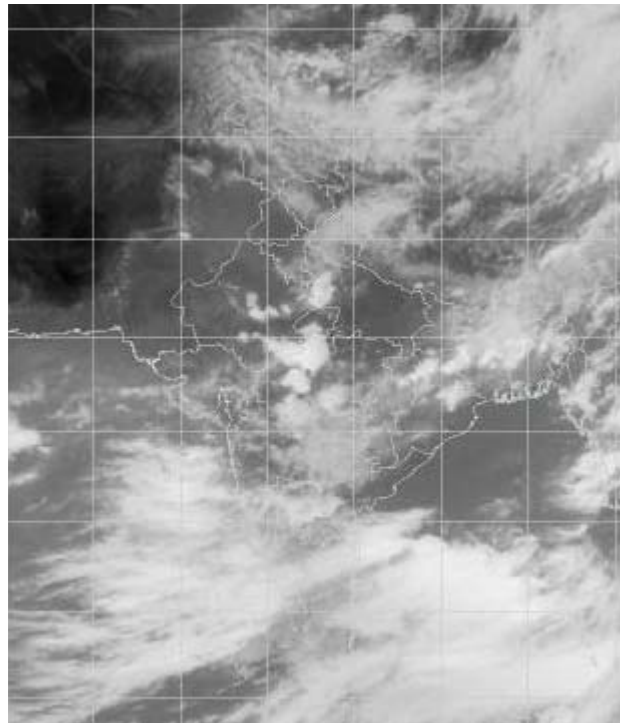
Weather Outlook For The Week Ending On June 20th June, 2007

- Southwest monsoon is likely to advance further into some more parts of Maharashtra, east India and some parts of Chhattisgarh, Uttarakhand and Himachal Pradesh.
- Fairly widespread rainfall is likely over west coast, Indo-Gangetic plains, north eastern states and Western Himalayan region.
- Numerical Weather Prediction model suggests formation of low pressure area over west-central and adjoining northwest Bay of Bengal towards the end of the week.

Crop -Weather Impact

Commodity	States	Crop Stage	Impact
Urad (Summer)	UP	Maturity/Harvesting	Expected rain will affect the harvesting.
	Bihar	Maturity/Harvesting	Expected rain will affect the harvesting.
Moong	UP and MP, Bihar, WB,	Maturity/Harvesting	Expected rain will affect the harvesting.

Weather Map 16.06.2007



Source-IMD

International Highlight

India's Import Matrix for Burmese Pulses (Tonnes)

Pulses	March, 2006	April, 2006	May, 2006	June, 2006	July, 2006
Black Matpea	31,539	34322	54446	36146	43460
Mung beans	27,084	21545	16436	5237	5958
Black Eye Beans	1,928	2493	1554	380	156
Chickpeas	358	360	320	200	1946
Tur whole	12,039	6589	19465	6253	30075
Kidney Beans	2,057	594	795	704	2491
Total	75,005	67157	93379	48960	84302

USDA

Monthly Total Exports of Burma (qty. in tonnes)

Months	2003	2004	2005
January	43,885	59,450	37,528
February	65,471	85,062	51,171
March	70,011	131,179	71,433
April	88,772	129,001	56,153
May	51,591	139,895	62,878
June	100,893	98,906	92,430
July	107,520	68,992	64,063
August	87,198	47,786	75,578
September	100,575	30,748	44,082
October	99,008	34,080	46,235
November	36,638	45,107	35,959
December	38,493	35,584	32,159
Total	8,90,055	9,05,790	667,869

(Source: Commerce Ministry, Myanmar)

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