

## PULSES DAILY

June 22, 2007

### URAD

#### SPOT MARKET

A slightly firm sentiment was witnessed in Urad spot markets on Thursday amidst the weak arrivals. Prices of Burma FAQ Urad in Delhi and Mumbai market increased by Rs.10 due to higher enquiry in the market. Prices also remained firm in Jalna and Kanpur by Rs.100 and Rs.25 on the back of higher demand in the market coupled with lower arrivals. On Monday, State Trading Corporation invited sealed quotations for getting insurance cover in respect to import 10,000 tonnes of Urad (Black Matpe) from Myanmar. MMTC also floated tenders to sell 1,900 tonnes of Myanmar Urad at Navi Mumbai warehouses. So, government is taking continuous steps to mitigate the shortfall of the supply of the commodity in the market. Summer Urad is in harvesting stage in UP and Bihar and at the same time sowing of Kharif Urad also started in some parts of the country. Good progress of monsoon will also help the sowing of Kharif crop. Thus, in the present context Urad prices are likely to remain bearish in coming days.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	21.06.07	20.06.07	Change
Burma Faq	Mumbai	2551	2541	+10
Burma Faq	Delhi	2551	2541	+10
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2650	2675	-25
Desi (New Crop)	Latur	2700	2700	-
Desi (New Crop)	Jalna	2700	2600	+100
Desi (New Crop)	Indore	2750	2750	-
Desi (New Crop)	Vijaywada	3000	3000	-
Desi (New Crop)	Kanpur	2725	2700	+25

## CHANA

### SPOT MARKET

Chana spot prices remained subdued on Thursday in most of the market on the back of slight increase in arrivals in the market. The arrivals in Delhi market were little bit higher of 40-50 motors against the 30-40 motors of the previous day, whereas arrivals remained steady at 700 bags in Bikaner market. Prices mainly eased in Kanpur, Jalna, Latur and Akola by Rs.10-50 due lower buying interest in the market. But prices experienced a gain of Rs.20 in Indore and Rs.35 in Chapa Chana in Akola due higher demand in the market. In an effort to increase the supply status of the market PSUs are continuously importing pulses in the country in the line of Government's earlier commitment. Steady progress of monsoon and anticipated increase in acreage Kharif pulses also another bearish factor, which may impact the prices in the short run. But the demands from the millers for the coming rainy season is governing the market, which likely to make the prices range bound with slight positive bias in coming days.

### Futures Market Commentary

MCX future traded bullish on Thursday on the back of increased buying interest though July contract opened weak at Rs.2225 against previous close of Rs.2250 per quintal and traded in the range of Rs.2274-2225 per quintal, which finally ended in bullish tone. NCDEX Chana futures opened steady on Thursday as July contract Opened at previous day's closing prices of Rs.2290 per quintal. Prices initially moved downward and tested a low of Rs.2283 per quintal, but increased buying in the market pushed the prices up and tested a high of Rs.2317, which finally settled in positive sides.

### 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 40,828 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 candlesticks show prices closed well above the short term EMAs, which supports the bulls. MACD is moving upward in positive territory and RSI is also headed in the upward direction indicating bullish sentiment. Stochastic is flattening in the normal region. But volumes increased marginally whereas open interest decreased marginally. Prices are expected to trade bullish after a slightly weak opening.



### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX July	2268	2255	2272	2312	2332
NCDEX July	2302	2287	2316	2343	2363

### Trade Recommendation:

**BUY** MCX July Chana above 2281 with target of 2301 and then 2321; put stop loss at 2271

**BUY** NCDEX July Chana above 2310 with target of 2330 and then 2340; put stop loss at 2300.

### Spot Market Prices of Chana

Origin/Grade	Center	21.06.07	20.06.07	(Rs/qttl) Change
Rajasthan Desi	Delhi	2225	2225	-
MP Desi	Delhi	2225	2230	-5
Kantewala	Indore	2280	2260	+20
Desi	Kanpur	2240	2250	-10
Mixed	Akola	2300	2311	-11
Chapa	Akola	2400	2365	+35
Gauran	Latur	2150	2200	-50
Annagiri	Latur	2300	2300	-
G-12	Latur	2300	2300	-
Mixed	Latur	2150	2150	-
Gauran	Jalna	2150	2175	-25
Pila	Jalna	2275	2300	-25
Desi	Bikaner	2135	No trade	-

## TUR

### SPOT MARKET

Tur spot prices remained steady to slightly bearish on Thursday with marginal gain in some centres. Prices eased mainly in Gulbarga, Jalna and Akola by Rs.10-25 on the back of slight decrease in demand. The prices of Fatka Dal in Gulbarga increased by Rs.50 due to lower arrivals in the market. On Monday, State Trading Corporation invited sealed quotations for getting insurance cover in respect to import 10,000 tonnes of Lemon Tur from Myanmar by June 2007 to August 2007. MMTC also floated tenders to sell 1,500 tonnes Mozambique-Malawi Tur, 1,600 tonnes Myanmar Tur at ex-warehouse, Navi Mumbai to improve the supply situation in the market. Due to decent rainfall after a gap of six years in Guntur district in Andhra Pradesh, the sowing of Kharif crop is expected to be completed by July 15 compared to August end in the last year. The sowing of Kharif Tur is already in progress in West Bengal and Assam and steady progress of monsoon will also help the sowing of the crop in other parts of the country. But presently, the supply status of the commodity is lower and simultaneously demand is increasing. So, Tur prices are expected to remain firm in the coming days until the imported commodity improves the market.

#### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	21.06.07	20.06.07	Change
Burmese Lemon (New)	Mumbai	2411	2411	-
Burmese Lemon (New)	Delhi	2401	2400	-
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2475	2500	-25
Fatka Dall	Gulbarga	3550	3500	+50
Red Tur	Latur	2500	2500	-
White Tur	Latur	2480	2475	+5
Red	Jalna	2300-2400	2300-2400	-
White	Jalna	2350-2475	2300-2500	-25
Red Tur	Indore	2475	2475	-
Vidharpatta	Akola	2465	2480	-15
Marathwada	Akola	2460	2470	-10
Red Tur	Vijaywada	2450	2450	-

## **OTHERS MOONG**

Moong spot prices remained steady to slightly bearish on Thursday due to slightly increased arrivals in the market. Market remained subdued in Kanpur and Akola by Rs.50-75 on the back of slight higher arrivals coupled with lower buying interest in the market. But prices gained Rs.100 in Jalna due to higher demand in the market. Due to decent rainfall after a gap of six years in Guntur district in Andhra Pradesh, the sowing of Kharif crop is expected to be completed by July 15 compared to August end in the last year. The summer Moong is at harvesting stage in Bihar and UP. Sowing of Kharif Moong also started in some parts of the country. So, in this situation prices are expected to remain slightly bearish in coming days due expected increase in arrivals.

### **Spot Market Prices of Moong (Rs/qtt)**

Origin/Grade	Center	21.06.07	20.06.07
Kekdi / kishangarh (Raj)	Delhi	NA	NA
Pedishewa	Mumbai	2951	2951
Pedishewa	Delhi	2950	2950
Desi	Indore	2800	2800
Desi	Kanpur	2850	2900
Chamki	Jalna	2800	2700
Chamki	Akola	2750	2875

## **FIELD PEAS**

Peas spot prices moved slightly in positive direction on Thursday due to higher enquiry in the market and slight lower arrivals. Prices increased by Rs.10-50 in Mumbai, whereas prices of Desi Chana softened by Rs.10 due to slight lower demand in the market. Though present arrivals status is not satisfactory but lower demand in the market is restricting the price movements in the market these days. So, prices are expected to remain range bound with slightly weak bias in coming days due to lower demand and expected arrivals of imported Peas in the market.

### **Spot Market Prices of Pea (Rs/qtt)**

Center	Variety	21.06.07	20.06.07
Mumbai	White.Can	1711	1701
Mumbai	White American	1731	1725
Mumbai	Green Can	1550	1535
Mumbai	Green American	1600	1550
Kanpur	Desi	1900	1910

## **MASOOR**

A weak sentiment was observed in Masoor spot market on Thursday due to sluggish demand amidst the steady arrivals in the market. Prices fell in all the market by Rs.10-50 as demand from the Assam remained sluggish on Thursday. Local demands in the market were also remained subdued. But overall supply status in the market is not satisfactory. Thus, prices are expected to remain range bound in coming days due to slight decrease in demand in the market.

### **Spot Market Prices of Masoor (Rs/qtt)**

Center	21.06.07	20.06.07
Delhi-MP/kota Line	2575	2580
Delhi- UP/Sikri	2850	2775
Kanpur local mill delivery	2825	2825
Kanpur new- Braeilly Delivery	2940	2940
Kanpur- new Malka Dal	3125	3135
Indore- Masra	2680	2711
Indore- Masoor New	2670	2700
Indore- Medium New	2550	2600

## 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 (21.06.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.75
European Union	Euro	54.59
Japan	100 Yen	32.97
United Kingdom	GBP	81.17

### 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
Ethiopia 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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