

## PULSES

May 26- June 02, 2007

### Highlights

#### Spot Markets

- Summer Urad grain formation/pod formation stages and Moong are pod formation/early maturity stage.
- MMTC will release soon 2,000 tonnes of tur
- PEC floated tender to import 18,000 tonnes of pulses

### Highlights

#### Futures Market

- 3,810 MT Chana was delivered for the NCDEX May contract
- NCDEX and MCX combined stock of Chana reached more than 34,000 MT

## Fundamentals

### URAD:

A mixed sentiment was observed in Urad spot market during the week amidst the steady to lower arrivals in the market. But at the end of the week prices gained little bit due to shortage of arrivals. Little early outcome of monsoon will help the early sowing of Urad in the country though it does not spread over different parts of the country due to depression over Arabian Sea. In this week PEC invited bids to import 3,000 tonnes of Fair Average Quality (FAQ) of Urad and 1,000 tonnes of Super Quality (SQ) of Urad along with 14,000 tonnes of other pulses for delivery in July-August. Thus, Urad prices are expected to remain steady to slightly firm in the coming week until the arrivals due to import reach the market.

### Urad Prices in Delhi and Mumbai (Rs/qty.)

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
28.05.07	2511	2501
29.05.07	2461	2451
30.05.07	2400	2400
31.05.07	2400	2461
01.06.07	2450	2500
02.06.07	2471	2500

### Urad Prices in secondary markets

QUALITY	02.06.07	26.05.07
Akola	2500	2400
Indore	2550	2500
Jalna	2400	2400

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

Date	F A Q	S Q
26.05.07	580	600-630
02.06.07	590	600-630

### TUR:

Tur spot market experienced a weak sentiment during the week starting from 28th May. The arrivals in the market were steady to weak during the same time. Prices eased in the initial phases of the week in anticipation of expected increase in arrivals due to import. But at the end of the week prices became steady due to shrinking arrivals in the market. As per trade sources, Tamilnadu Government is supplying Tur to the people through PDS, which also help in the price recovery. According to the MMTC official, 2,000 tonnes of Tur will be released in retail market soon, which was imported from Myanmar and Mozambique. On late Wednesday, PEC also invited bids to import Fair Average Quality (FAQ) of Tur 3,000 tonnes and 1,000 tonnes each of Super Quality (SQ) of Lemon Tur for delivery in July-August along with 14,000 tonnes of other pulses. So, in the present context, range bound prices with slight bullishness are expected as arrivals in the market is not satisfactory.

### Tur Prices at Delhi / Mumbai (Rs/qty.):

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
28.05.07	2325	2301
29.05.07	2281	2301
30.05.07	2281	2251
31.05.07	2271	2275
01.06.07	2271	2250
02.06.07	2271	2251

### Tur Prices in secondary markets

Centres and Grade	02.06.07	26.05.07
Gulbarga - Red Tur	2350	2375
Latur Red tur (Mh Line)	2325	2375
Latur White tur (Mh Line)	2350	2400
Jalna Red	2100-2225	2100-2200
Jalna White	2200-2325	2200-2300
Jalna BDM	2325	2300
Akola Red Vidharbha Line (motor cut)	2360	2335

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

DATE	Burmese FAQ new	Burmese ( Lemon Tur, Weeviled 15%)
26.05.07	530-540	550-570
02.06.07	530-540	550-560

### MOONG:

In Moong spot market, prices remained steady during the week. A fair balance between lower supply and supportive demand was observed in the market. PEC this week invited tender to import 3,000 tonnes of FAQ Moong and 1,000 tonnes of Super Quality (SQ) of Moong (Pedishewa) to deliver in July-August. As arrivals in the market are in the lower sides, prices are expected to remain slightly bearish in coming days until the imported pulses reach the market.

### Latest prices in Delhi (Rs/qt.)

Date	Pedishewa(Delhi)	Indore
26.05.07	2800	2600
02.06.07	2781	2600

### Prices at Secondary Centres (Rs/qt)

Centres	02.06.07	26.05.07
Latur	2500	NA
Jalna	2500	2500
Akola	2600	2600
Kanpur	2850	2800
Indore	2600	2600

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

Date	Burmese Pokako	Burmese Annashewa	Burmese Pedishwar
26.05.07	NA	NA	680
02.06.07	NA	NA	710

### CHICKPEAS:

A steady to firm sentiment was main features in the Chana spot markets during the week though arrivals steady to slightly firm in the market. Spot prices opened firm in the beginning of the week and remained steady thereafter. Some marginal losses in some centres also witnessed due

to low buying interest. During the week some demand was seen in the market recently due to buying interest from the millers on the eve of monsoon when demand for processed and ready-to-eat snacks picks up. This week, MMTC announced that 2,000 tonnes of Tur will be released in retail market, which was imported from Myanmar and Mozambique. On late Wednesday, PEC again invited bids to import 3,000 tonnes of FAQ Chana along with 15,000 tonnes of other pulses to deliver in July-August. NCDEX and MCX combined stock also swelled to more than 34,000 tonnes. Monsoon also touched the Indian coastline in Kerala this week; this will help the early sowing of Kharif pulses, like Urad, Moong, and Tur. But its advancement in Western and Northern parts of the country is delayed little bit due to development of depression over Arabian Sea. Thus, in this present condition with fresh demand from millers, prices are expected to remain range bound with slightly positive bias in the coming week.

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

Date	Delhi (Rajasthan)	Indore (Kantewala)
28.05.07	2170	2180
29.05.07	2200	2180-2190
30.05.07	2200	2200
31.05.07	2200	2200
01.06.07	2210-2215	2200
02.06.07	2225	2200

### Prices in Mandis of Maharashtra/ UP/ Karnataka

Centres	02.06.07	26.05.07
Bikaner (Desi)	2120	2040
Latur (Gauran)	2100	2150
Latur (Annagiri)	2250	NA
Latur (G-12)	2150	2325
Jalna (Gauran)	2060	2000
Jalna (Pila)	2150	2100
Akola (Mixed) motor cut	2180	2100
Akola new (Chapa) motor cut	2280	2175
Kanpur (mandi rates)	2250	2200

### MASOOR:

Masoor spot prices were more or less steady during the week amidst the steady arrivals. But overall arrivals in the market are still unsatisfactory though Government is taking continuous steps to import pulses to improve the supply status of pulses in the country. In the same line, PEC again floated bids to import Fair Average Quality (FAQ) of Masoor of 3,000 tonnes along with other pulse for delivery in July-August. Thus, prices are likely to remain steady to slightly firm in the coming week as the arrivals are not up to mark in comparison to demand in the market.

## Prices in UP/ Indore (Rs/qtl.)

Date	Kanpur	Indore
28.05.07	2710	2560
29.05.07	2710	2570
30.05.07	2700	2570
31.05.07	2700	2570
01.06.07	2700	2590
02.06.07	2690-2700	2570

### FIELD PEAS:

A steady to slight decline in the Peas spot prices was witnessed in the markets during the week. The arrivals in the market also improved due to heavy import of Peas in the country during last few weeks. In this week PEC floated tender to import 18,000 tonnes of pulses and MMTC announced to release 2,000 tonnes of Tur very soon. So, in the present situation prices are expected to remain bearish in the coming days as the arrivals in the market is gradually increasing due to huge import of Peas in the country.

### Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
26.05.07	1825	1675
02.06.07	1840	1661

## NEWS

### MMTC Will Release Soon 2,000 tonnes of Tur

MMTC is going to release 2,000 tonnes of Tur in retail market, which was imported from Myanmar and Mozambique. According to MMTC official, 500 tonnes of Tur from Mozambique, Africa and 1,500 tonnes of Tur imported from Myanmar will soon reach to the market as part of initiative to check the prices of pulses in the domestic market. In terms of moisture content and existent of foreign matters, the Mozambique consignment seems better than that of Myanmar, according to the sources.

### PEC Floated Tender to Import 18,000 tonnes of Pulses

On late Wednesday, PEC invited bids to import Fair Average Quality (FAQ) of Urad, Moong, Tur, Chana and Masoor of 3,000 tonnes each and 1,000 tonnes each of Super Quality (SQ) of Urad, Moong (Pedishewa) and Lemon Tur for delivery in July-August. The bids should be made for a minimum quantity of 1,000 tonnes each of FAQ Urad and Chana and 500 tonnes each of the other commodities. The port of loading and freight rates must be mentioned separately in the bids.

### AP Government Decided to Focus on Crop Diversification in Kharif 2007

Andhra Pradesh Government decided to further its focus on crop diversification by encouraging farmers to try "Irrigated Dry (ID) crops" for ensuring better returns to the farmers. Farmers are asked to take up alternative crops like Red Gram, Green Gram, Maize, Jowar, Bajra, Ragi. According to State Agriculture Minister, N Raghuvendra Reddy, Government will provide 50% seed subsidy to all small and marginal farmers who are holding up to 2 hectare of farm land. Government plans to distribute 1.9 lakh tonnes ID crop seed to those farmers, as per Agriculture Action Plan 2007-08 announced recently. The seed diversification is

also applicable for Rabi crops particularly, paddy cultivated under wells and bore wells.

## Futures Market (NCDEX)

### Chana

Chana futures witnessed a bullish sentiment during the week due to increased buying interest. Only in Wednesday prices were in bearish sentiment during the week. The MCX June contract traded in the range of Rs.2216-2120, whereas NCDEX near month June contract traded in the range Rs.2260-2165. Both volume and open interest decreased considerably.

### PRICE DRIVERS:

- Depleting arrivals in off season.
- Little increase in demand from the millers.
- Unrest in Rajasthan affecting Mandi activities and shipment.
- MMTC is going to release 2,000 tonnes of Tur in retail market soon.
- PEC invited bids to import 3,000 tonnes of FAQ Chana along with 15,000 tonnes of other pulses for delivery in July-August.
- Increasing stocks at MCX, NCDEX warehouses (34,915 tonnes)

### OUTLOOK:

**Short Term (One Week):** Steady to slightly firm on improved demand and shrinking supply

**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	2149	Support-2	2111
Resistance-1	2264	Resistance-2	2309
<b>Strategy</b>	Remain long with caution		

### Chana (NCDEX June Contract)

Support-1	2199	Support-2	2166
Resistance-1	2323	Resistance-2	2349
<b>Strategy</b>	Remain long with caution		

### Forex as on 02.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.55
European Union	Euro	54.51
Japan	100 Yen	33.24
United Kingdom	GBP	80.21

### Latest Vessel Position

Vessel Tai Yong Rosa reached Kolkata port to discharge 5008 tonnes pulses on 21st May.

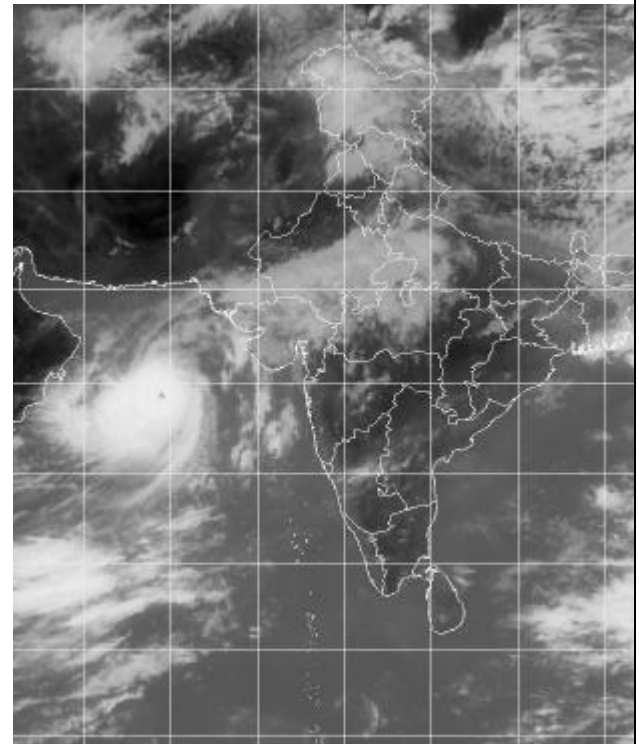
### Weather Outlook For The Week Ending On June 6th, 2007

- Scattered/ fairly widespread rainfall along the west coast and northeast India.
- Rise in day temperature over northwest & east India

### Crop -Weather Impact

Commodity	States	Crop Stage	Impact
Urad (Summer)	UP	Grain formation	Dry weather needs irrigation
	Bihar	Pod formation	Dry weather needs irrigation
Moong	UP and MP, Bihar, WB,	Pod formation/Early maturity	Dry weather needs irrigation in Pod formation stage

### Weather Map 02.06.2007



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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