

## PULSES DAILY

July 07, 2007

### URAD

#### SPOT MARKET

A mixed sentiment was observed in Urad spot markets on Friday amidst the steady to slightly firm arrivals. Prices of Burmese FAQ Urad in Mumbai, Desi Urad in Akola and Kanpur increased by 10-50 due to lower enquiry in the market, whereas prices dipped lower by Rs.50 in Latur and Vijaywada due to lower buying interest in the market coupled with increased arrivals. The supply of the commodity increased slightly due to arrivals from the summer crop. Sowing of Kharif crop is almost completed in most part of the country. Due to heavy rains in southern and western parts of the country, resowing of crop is needed in some areas because of washing out of seeds from the field. But, Urad prices are expected to remain steady to slightly weak in the coming week due to lower demand and gradual increase in arrivals.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	06.07.07	05.07.07	Change
Burma Faq	Mumbai	2471	2461	+10
Burma Faq	Delhi	2451	2451	-
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2500	2475	+25
Desi (New Crop)	Latur	2450	2500	-50
Desi (New Crop)	Jalna	2600	2600	-
Desi (New Crop)	Indore	2750	2750	-
Desi (New Crop)	Vijaywada	2800	2850	-50
Desi (New Crop)	Kanpur	2550	2500	+50

## CHANA

### SPOT MARKET

Slightly firm sentiment was witnessed in Chana spot market on Friday with marginal losses in some centres. The arrivals in Delhi market were steady at 30 motors against the 30-35 motors of arrivals of the previous day, whereas in Bikaner market arrivals were slightly higher at 500 bags against the arrivals of 400 bags of the previous day. Prices increased by Rs.10-100 in most of the market due to higher buying interest. But prices softened by Rs.5-50 in Akola, Latur and Bikaner due to lower demand in the market. The millers demand in the market is descending gradually due to miller's swelled stock position. But arrivals in the market are also in shorter sides in these days. It is expected that Chana will be released very shortly from the stocks to improve the supply situation. Thus, prices are expected to remain range bound in the short run due to decreasing demand and expected arrivals in the market.

### Futures Market Commentary

Due to higher selling in the market MCX future traded in bearish undertone on Friday. Though the most active August contract opened slightly firm at Rs.2394 per quintal against the previous close of Rs.2389 per quintal and traded in the range of Rs.2396-2366 per quintal. NCDEX Chana futures opened firm on Friday. The most active August contract opened at Rs.2431 per quintal against the previous close of Rs.2428 per quintal. Prices initially moved upward and tested a high of Rs.2437 per quintal. But increased selling in the market pushed prices down and tested a low of Rs.2388 per quintal and finally settled in dark.

#### 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.
- ✓ Proposal of exemption from VAT on Pulses under consideration.
- ✓ NCDEX and MCX combined stock increased to 46,566 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 -August Contract

Charts show a long dark candle depicting higher selling in the market. Prices closed below the EMAs, which supports the bears. MACD is still in positive territory but approaching towards negative zone. Both the oscillators are heading downwards to the oversold region indicating bearish sentiment in the market. Prices are expected to remain bearish after a firm opening.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2342	2336	2367	2395	2400
NCDEX August	2357	2348	2389	2415	2422

#### Trade Recommendation:

**SELL** MCX August Chana below 2376 with target of 2357 and then 2347; put stop loss at 2386.

**SELL** NCDEX August Chana below 2400 with target of 2381 and then 2368; put stop loss at 2410.

### Spot Market Prices of Chana

Origin/Grade	Center	06.07.07	05.07.07	(Rs/qrtl)
Rajasthan Desi	Delhi	2360	2350	+10
MP Desi	Delhi	2375	2350	+25
Kantewala	Indore	2380	2370	+10
Desi	Kanpur	2400	2375	+25
Mixed	Akola	2410	2425	-15
Chapa	Akola	2470	2475	-5
Gauran	Latur	2350	2400	-50
Annagiri	Latur	2600	2525	+75
G-12	Latur	2550	2450	+100
Mixed	Latur	2400	2400	-
Gauran	Jalna	2300	2300	-
Pila	Jalna	2400	2400	-
Desi	Bikaner	2200	2210	-10

## TUR

### SPOT MARKET

A steady to slightly bearish sentiment was seen in Tur spot prices on Friday amidst the steady arrivals. Prices eased in Delhi, Mumbai, Gulbarga and Akola by Rs.15-40 due to lower demand in the market, whereas in Latur, prices of Red Tur increased by Rs.25 due to higher enquiry in the market. Steady progress of monsoon will be helpful for the sowing of Kharif Tur in different parts of the country. But the crop takes longer period to mature. Honourable Chief Minister of Andhra Pradesh, Mr. Y. S. Rajsekhar Reddy expressed his serious concern over rise of prices of essential commodities in the state and ordered to release 3.7 lakh quintals of pulses immediately. Thus, prices are expected to remain firm in the coming days due to lower arrivals and increasing demand in the market.

#### Spot Market Prices of Tur

		(Rs/qtl)		
Origin/Grade	Center	06.07.07	05.07.07	Change
Burmese Lemon (New)	Mumbai	2411	2425	-15
Burmese Lemon (New)	Delhi	2411	2425	-15
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2510	2550	-40
Fatka Dall	Gulbarga	3700	3700	-
Red Tur	Latur	2600	2575	+25
White Tur	Latur	2550	2550	-
Red	Jalna	2300-2450	2300-2450	-
White	Jalna	2400-2550	2400-2550	-
Red Tur	Indore	2575	2575	-
Vidharpatta	Akola	2530	2550	-20
Marathwada	Akola	2520	2540	-20
Red Tur	Vijaywada	2500	2500	-

## **OTHERS MOONG**

A slightly bearish sentiment was witnessed in Moong spot market on Friday amidst the steady arrivals in the market. Prices of Pedishewa Moong in Delhi, Desi Moong in Indore and Chamki in Akola eased by Rs.25-100 due to lower demand in the market. But prices increased by Rs.50 in Kanpur due to higher enquiry in the market. The harvesting of summer Moong is completed in all parts of the country. Sowing of Kharif Moong is also near completion in different tracts. Thus, prices are expected to remain steady to slightly bearish in coming days due to sluggish demand and expected increase in arrivals in the market.

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

Origin/Grade	Center	06.07.07	05.07.07
Pedishewa	Mumbai	2825	2825
Pedishewa	Delhi	2851	2900
Desi	Indore	2700	2800
Desi	Kanpur	2650	2600
Chamki	Jalna	2650	2650
Chamki	Akola	2625	2650

## **FIELD PEAS**

Peas spot market remained almost steady on Friday amidst the slightly weak arrivals in the market. Due to cheaper global prices, Government agencies are importing more Yellow Peas in the country. STC, MMTC, PEC and NAFED had been contracted for importing 10.375 lakh tonnes of pulses of which 7.68 tonnes was Yellow Peas and about 82,030 tonnes already reached different ports in the country. In the same line, 35,649 tonnes of Peas reached Kolkata port during the week. Thus, prices are expected to remain range bound with bearish bias due to expected arrivals of imported peas in the market.

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

Center	Variety	06.07.07	05.07.07
Mumbai	White.Can	1761	1761
Mumbai	White American	1775	1785
Mumbai	Green Can	1525-1601	1525-1601
Mumbai	Green American	1650-1800	1650-1800
Kanpur	Desi	1940	1930

## **MASOOR**

Masoor spot prices remained bearish on Friday amidst the steady arrivals in the market. Prices were lower by Rs.10-25 in most of the market due to lower demand in the market. Arrivals in the market were very lower. The demands from the eastern part of the country were also on the lower sides. So, in the present context Masoor prices are likely to remain steady with slightly weak in the coming days due to sluggish demand in the market.

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

Center	06.07.07	05.07.07
Delhi-MP/kota Line	2650	2675
Delhi- UP/Sikri	2900	2900
Kanpur local mill delivery	2880	2875
Kanpur new- Bareilly Delivery	3000	3000
Kanpur- new Malka Dal	3160	3170
Indore- Masra	2780	2790
Indore- Masoor New	2770	2780
Indore- Medium New	2625	2650

## PORT WATCH

Vessel Swift Superior arrived at Kolakta port on 05.07.07 to offload 19,000 tonnes of Peas. Vessel Durumata reached Kolkata port to discharge 15,649 tonnes Peas on 5<sup>th</sup> July. Vessel ITT Tiger is expected to arrive at Kolkata port by 06.07.07 to offload 1,000 tonnes pulses. Vessel Frederike Oldendorff is expected to arrive at Mumbai port by 09.07.07 to offload 39,631 tonnes Peas in bulk.

### FOREX (06.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.45
European Union	Euro	54.96
Japan	100 Yen	32.83
United Kingdom	GBP	81.29

### International Prices

(\$/ton) (CNF )

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	580-585
Burmese FAQ new Tur Mumbai/Chennai	550-560
Burmese Shwebo Tur Mumbai/Chennai	560
Burmese FAQ Urad Mumbai	620-630
Burmese SQ Urad Mumbai	710-720
Burmese FAQ Urad Chennai	610-615
Burmese SQ Urad Chennai	725-730
Ethiopian Moong Chennai	685-690
Burmese Pedishwa Mung Mumbai	700-740
Burmese Pedishwa Mung Chennai	720-725
Australian Chickpea Mumbai	580-585
Dun Pea (Caspar) Mumbai	360-370
Peas (White Canadian) Mumbai/Chennai	350-355
Peas (White American-New)Mumbai/Chennai	365-370

### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.