

## PULSES DAILY

July 28, 2007

### URAD

#### SPOT MARKET

Urad spot markets remained steady to weak on Friday amidst the steady arrivals in the market. Prices of Burmese FAQ Urad decreased by Rs.25 in Mumbai due to lower demand in the market, whereas it went down Rs.10 in Delhi due to lower enquiry. But, The Kharif pulses are already in moisture stress condition and if the dry spells continues for another week in northern and central parts of the country, the short duration pulses like Urad and Moong will be affected adversely due to moisture stress condition. At the same time, MMTC invited tenders to sell 800 tonnes Urad during the week. But, Urad prices are expected to remain range bound with slight bearish inclination in the coming days due to lower demand and expected slight increase in arrivals.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	27.07.07	26.07.07	Change
Burma Faq	Mumbai	2401	2425	-25
Burma Faq	Delhi	2431	2441	-10
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2500	Closed	-
Desi (New Crop)	Latur	2500	Closed	-
Desi (New Crop)	Jalna	2600	Closed	-
Desi (New Crop)	Indore	2650	2650	-
Desi (New Crop)	Vijaywada	2750	2750	-
Desi (New Crop)	Kanpur	2400	2400	-

## CHANA

### SPOT MARKET

A bearish sentiment featured the Chana spot markets on Friday though arrivals in the market were slightly lower. The arrivals in Delhi market were weak at 25-30 motors against the previous day's arrivals of 40-45 motors, whereas 300 bags of arrivals received in Bikaner market against the 400 bags of the previous day. Prices softened by Rs.20-40 in Delhi and Indore market due to lower demand in the market. Prices also eased by Rs.10 in Bikaner due to lower enquiry in the market. The deterioration of quality of Chana due to attack of stored grain pest (Dank), particularly in Chana of MP origin, pushed the prices down in Chana market. Weak sentiment in other pulses also affected the Chana prices in the spot market. The NCDEX and MCX combined stock is still at higher level at 42,473 tonnes as July delivery from NCDEX were only 3,380 tonnes. Thus, in the present context, Chana prices are expected to remain range bound with slightly bearish bias in the coming days due to lower buying interest in the market.

### Futures Market Commentary

MCX Chana future traded bearish on Thursday on higher selling pressure in the market. Though near month August contract opened slightly firm at Rs.2325 per quintal against the previous close of Rs.2322 per quintal and traded in the range of Rs.2325-2293 per quintal. Chana futures at NCDEX opened weak on Friday. The near month August contract opened weak at Rs.2290 per quintal against the previous close of Rs.2295 per quintal. Prices initially moved upwards and tested an intraday high of Rs.2297 per quintal. But, on increased selling pressure in the market pushed the prices down and tested an intraday low of Rs.2261 per quintal and finally settled in bearish undertone. Both Volume and Open Interest decreased marginally.

### Price Drivers

- ✓ Government's continuous effort to import pulses through PSUs.
- ✓ Deterioration in quality (Dank) in Chana
- ✓ Slight decreased acreage of Kharif pulses till now.
- ✓ NCDEX and MCX combined stock reached to 42,473 tonnes.

### Weather

Monsoon has progressed in almost every part of the country, which will be helpful for the Kharif pulses.

### TECHNICALS

#### NCDEX -August Contract

Chana chart shows long dark candle, indicating higher selling pressure in the market. Prices closed well below the EMAs, and MACD is running downwards in the negative territory, supporting bearish momentum. RSI is moving downwards in the oversold region, whereas Stochastic also running downwards in the oversold region after a bearish crossover. Prices are likely to trade bearish with the possibility of reversal in the market.



#### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2266	2260	2294	2314	2326
NCDEX August	2222	2210	2261	2288	2303

#### Trade Recommendation:

**SELL** MCX August Chana below 2298 with target of 2280 and then 2272; put stop loss at 2307.

**SELL** NCDEX August Chana below 2266 with target of 2240 and then 2230; put stop loss at 2274.

### Spot Market Prices of Chana

Origin/Grade	Center	27.07.07	26.07.07	(Rs/qrtl)
Rajasthan Desi	Delhi	2325	2345	-20
MP Desi	Delhi	2300	2340	-40
Kantewala	Indore	2360	2380	-20
Desi	Kanpur	2340	2340	-
Mixed	Akola	2415	Closed	-
Chapa	Akola	2460	Closed	-
Gauran	Latur	2400	Closed	-
Annagiri	Latur	2600	Closed	-
G-12	Latur	2500	Closed	-
Mixed	Latur	2450	Closed	-
Gauran	Jalna	2275	Closed	-
Pila	Jalna	2350	Closed	-
Desi	Bikaner	2150	2160	-10

## TUR

### SPOT MARKET

Tur spot prices remained steady on Friday with slight decrease in some centres. Though arrivals were in the market were weak. Prices of Burmese Lemon Tur eased by Rs.20 in Delhi and Mumbai to lower demand in the market. But, during the week, MMTC offered bids to sell 3,350 tonnes of imported Tur to improve the supply status in the market. But, prices are expected to remain range bound with slight firm inclination in the coming days due to good demand in the market.

#### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	27.07.07	26.07.07	Change
Burmese Lemon (New)	Mumbai	2481	2501	-20
Burmese Lemon (New)	Delhi	2491	2511	-20
Maharastra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2650	2650	-
Fatka Dall	Gulbarga	3800	3800	-
Red Tur	Latur	2650	Closed	-
White Tur	Latur	2700	Closed	-
Red	Jalna	2400-2500	Closed	-
White	Jalna	2500-2600	Closed	-
Red Tur	Indore	2650	2650	-
Vidharpatta	Akola	2640	Closed	-
Marathwada	Akola	2630	Closed	-
Red Tur	Vijaywada	2510	2510	-

## **OTHERS MOONG**

A steady sentiment was witnessed in Moong Spot markets on Friday amidst the steady arrivals. But demand in the market is little bit subdued in recent days. As it is reported that Kharif Moong is in water stress condition in northern and central part of the country due to weak phase of monsoon, the production may get affected if it continues another week. At the same time, MMTC offered bids to sell 100 tonnes Moong to improve the supply situation. Thus, prices are expected to remain range bound with slightly weak bias in the coming days due to subdued demand and expected increase in arrivals.

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

Origin/Grade	Center	27.07.07	26.07.07
Pedishewa	Mumbai	2750	2750
Pedishewa	Delhi	2775	2775
Desi	Indore	2650	2650
Desi	Kanpur	2400	2400
Chamki	Jalna	2600	Closed
Chamki	Akola	2550	Closed

## **FIELD PEAS**

Peas spot market remained steady on Friday with marginal loss or gain. But arrivals in the market were higher in the market. Only the prices of Green Canadian Peas decreased by Rs.20 due to higher arrivals, Green American increased by Rs.25 due to higher enquiry in the market. During the week, two vessels reached in Kolkata port and one vessel in Mumbai port to offload 69,166 tonnes of Peas, which is a cheap alternative of Chana. In addition, MMTC offered bid to sell 2,000 tonnes of Dun Peas during the week. Thus, prices are expected to remain slightly bearish due to arrivals of imported Peas in the market.

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

Center	Variety	27.07.07	26.07.07
Mumbai	White.Can	1681	1681
Mumbai	White American	1700	1700
Mumbai	Green Can	1501	1521
Mumbai	Green American	1650	1625
Kanpur	Desi	1900	1900

## **MASOOR**

A bearish sentiment was observed in Masoor spot market on Friday amidst the steady arrivals. But demand in the market remained little bit subdued as prices softened by Rs.25-50 in Delhi and Kanpur market. Thus, Masoor prices are likely to remain range bound with slight bearish inclination in the coming days due to little sluggish demand in the market.

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

Center	27.07.07	26.07.07
Delhi-MP/kota Line	2850	2900
Delhi- UP/Sikri	3100	3125
Kanpur local mill delivery	2910	2925
Kanpur new- Bareilly Delivery	3020	3050
Kanpur- new Malka Dal	3225	3225
Indore- Masra	2850	2850
Indore- Masoor New	2840	2840
Indore- Medium New	2750	2725

## PORT WATCH

Vessel Afea reached Kolkata port on 23.07.07 to discharge 20,499 tonnes of Peas. Vessel TCI Xps arrived at Kolkata port on 23.07.07 to offload 3,687 tonnes pulses. Vessel Bright Coral reached Kolkata port on 22.07.07 to offload 22,000 tonnes peas. Vessel Sanko Eternal is expected to arrive at Mumbai port by 27<sup>th</sup> July to discharge 26,666 tonnes bulk peas.

### FOREX (27.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.43
European Union	Euro	55.55
Japan	100 Yen	33.14
United Kingdom	GBP	82.59

### International Prices

(\$/ton) (CNF)

Quality	Latest
Burmese New Lemon (15% or 20% Weeviled) Tur Mumbai	600-610
Burmese New Lemon (Yellow) Tur Chennai	560
Burmese FAQ New Tur Mumbai	580-590
Burmese Shwebo Tur Mumbai	580
Tanzanian Matwara Tur Chennai	550
Burmese FAQ Urad Mumbai	610-620
Burmese SQ Urad Mumbai	700-720
Burmese FAQ Urad Chennai	630-640
Burmese SQ Urad Chennai	700
Ethiopian Moong Chennai	680-685
Burmese Pedishewa Moong Mumbai	700-730
Burmese Anneshwar Moong Mumbai	580-590
Burmese Pokako Moong Mumbai	630-640
Australian Chickpea Mumbai	580-585
Tanzanian Chickpea Chennai	740-750
Dun Pea (Caspar) Mumbai	370-380
Peas (White Canadian) Chennai	380-385
Peas (Green Canadian ) Chennai	360

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