

PULSES

July 14 -July 21, 2007

Highlights

Spot Markets

- MARKFED Intervention is Supposed to be Not Enough for Chick Pea Farmers in Andhra Pradesh
- Pulses Production Increased by 6.3 Per Cent during 2006-2007
- Public Sector Agencies Already Brought 2.27 lakh tonnes Pulses

Highlights

Futures Market

- 3,380 MT Chana was delivered for the NCDEX July contract
- NCDEX and MCX combined stock of Chana reached more than 43,316 MT

Fundamentals

URAD:

Urad spot market remained steady to slightly firm during the week due to slight weak arrivals in the market. Prices opened firm at the beginning of the week, fell down little bit at the middle, but recovered at the end of the week. But demand of Urad is increasing in the market. Due to dry spell in western Maharashtra, the Kharif crop may be affected little bit, if it continues for longer period. Presently arrivals in the market are decreasing gradually. Thus, Urad prices are expected to remain range bound with slightly upside bias in the coming week due to lower arrivals and slightly improved demand in the market.

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

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
16.07.07	2501	2501
17.07.07	2481	2471
18.07.07	2470	2451
19.07.07	2441	2441
20.07.07	2481	2471
21.07.07	2481	2471

Urad Prices in secondary markets

QUALITY	21.07.07	14.07.07
Akola	2525	2500
Indore	2700	Closed
Jalna	2700	Closed

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

Date	F A Q	S Q
14.07.07	610-620	710-725
21.07.07	610-620	700-740

TUR:

A bullish sentiment was witnessed in Tur spot market during the week amidst the steady arrivals in the market. Prices remained higher due to increased demand in the market. Prices opened steadily at the beginning of the week and rose sharply at the middle, which decreased down little bit at the end. But, overall supply status in the market is not satisfactory in comparison to present demand in the market. Thus, prices are expected to remain firm in the coming days due to lower arrivals and off season demand in the market.

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

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
16.07.07	2491	2481
17.07.07	2491	2501
18.07.07	2500	2501
19.07.07	2481	2475
20.07.07	2491	2475
21.07.07	2481	2471

Tur Prices in secondary markets

Centres and Grade	21.07.07	14.07.07
Gulbarga - Red Tur	2650	Closed
Latur Red tur (Mh Line)	Closed	Closed
Latur White tur (Mh Line)	Closed	Closed
Jalna Red	2400--2500	Closed
Jalna White	2500-2625	Closed
Jalna BDM	2625	Closed
Akola Red Vidharbha Line	2650	2555

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

DATE	Burmese FAQ new	Burmese (Lemon Tur, Weeviled 15%)
14.07.07	550-560	585-590
21.07.07	560-570	600-610

MOONG:

Moong spot prices remained steady to slightly firm during the week due to improved demand in the market. Arrivals in the market were in shorter sides during the week. The Kharif Moong in western Maharashtra is in water stress condition due to dry spell in that region. It may affect the production if the dry spell continues. Thus, prices are expected to remain range bound with slightly firm inclination in the coming week due to better demand and lower arrivals in the market.

Latest prices in Delhi (Rs/qt.)

Date	Pedishewa(Delhi)	Indore
14.07.07	2825	2550
21.07.07	2811	2700

Prices at Secondary Centres (Rs/qt)

Centres	21.07.07	14.07.07
Latur	Closed	Closed
Jalna	2750	Closed
Akola	2650	2600
Kanpur	2500	2500
Indore	2700	Closed

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

Date	Ethiopian	Burmese Annashewa	Burmese Pedishwar
14.07.07	680-685	NA	700-740
21.07.07	680-685	NA	700-740

CHICKPEAS:

A steady to slightly firm sentiment was witnessed in Chana spot market during the week starting from 16th July, though arrivals increased little bit in the market. Slight increase in participation of the millers in the market made the prices steady to slightly firm. The prices opened slightly weak at the beginning of the week in Delhi market, but improved demand pushed the prices up and finally settled at the level of Rs.2370-2380 per quintal at the end of the week. But the prices in the Bikaner market remained steady at Rs.2190-2200 per quintal level during the week. In Andhra Pradesh, MARKFED has come forward to purchase Chick Pea (Kabuli Chana) from the farmers from July 02 as the prices fell down sharply in the open markets and lifted only 3,000 tonnes so far. According to a news sources, the conditions given by MARKFED is not encouraging for the farmers. At the same time, two vessels reached at Mumbai and Kolkata port during the week to offload 62,331 tonnes of Peas, which is one of the cheap substitutes of Chana. NCDEX and MCX combined stock is still at higher level at 44,012 tonnes, which may be released shortly to improve the supply situation in the market. Thus, in the present context, Chana prices are expected to remain range bound with

slightly bearish bias in the coming week due to slight increase in arrivals from the warehouses with a possibility of reversal at the end of the week as demands are gradually picking up.

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

Date	Delhi (Rajasthan)	Indore (Kantewala)
16.07.07	2350	2375
17.07.07	2375	2400
18.07.07	2380	2400
19.07.07	2360	2380
20.07.07	2370	2380
21.07.07	2381	2375

Prices in Mandis of Maharashtra/ UP/ Karnataka

Centres	21.07.07	14.07.07
Bikaner (Desi)	2180	2170
Latur (Gauran)	Closed	Closed
Latur (Annagiri)	Closed	Closed
Latur (G-12)	Closed	Closed
Jalna (Gauran)	2300	Closed
Jalna (Pila)	2400	Closed
Akola (Mixed) motor cut	2450	2430
Akola new (Chapa) motor cut	2520	2510
Kanpur (mandi rates)	2350	2375

MASOOR:

Masoor spot market remained firm during the week due to lower arrivals and increased demand in the market, particularly from eastern parts of the country. Prices opened firmly at the beginning of the week and remained steady at higher level on good demand. Over all supply status is also poor in Masoor market due to off season. Thus, Masoor prices are likely to remain slightly firm in the coming week due to better demand and lower arrivals in the market.

Prices in UP/ Indore (Rs/qtl.)

Date	Kanpur	Indore
16.07.07	2925	2825
17.07.07	2925	2840
18.07.07	2925	2870
19.07.07	2940	2870
20.07.07	2940	2850
21.07.07	2930	2850

FIELD PEAS:

Peas spot market remained slightly weak during the week due to increase in arrivals. During the week, two vessels reached at Mumbai and Kolkata port to offload 62,331 tonnes of Peas together, which improves the arrivals in the market, while demands remained steady. Thus, prices are expected to remain slightly bearish due to arrivals of imported Peas in the market.

Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
14.07.07	1950	1711
21.07.07	1925	1681

NEWS

MARKFED Intervention is Supposed to be Not Enough for Chick Pea Farmers in Andhra Pradesh

MARKFED has come forward to purchase Chick Pea (Kabuli Chana) from the farmers in Andhra Pradesh from July 02 as the prices fell down sharply in the open markets and lifted only 3,000 tonnes so far. According to a news sources, the condition given by MARKFED is not encouraging for the farmers. It announced that it would purchase only 40 quintals from small and medium farmers. For this, the farmers have to get a certificate from revenue officials and the samples have to pass the MARKFED quality test.

Pulses Production Increased by 6.3 Per Cent during 2006-2007

According to 4th Advance Estimate of Production of Food grains during 2006-2007, pulses production in the country increased by 0.84 million tonnes over last year production of 13.39 million tonnes. The Kharif pulses productions were lower by 2.7 per cent, whereas, Rabi pulses productions were higher by 11.4 per cent. Gram production increased by 13.2 per cent and stood at 6.34 million tonnes.

Public Sector Agencies Already Brought 2.27 lakh tonnes Pulses

According to news sources, Public Sector Agencies have already brought 2.27 lakh tonnes of pulses in the country out of 10.38 lakh tonnes of import contract. Till July 12, 1.18 lakh tonnes of Yellow Peas arrived at ports, which was on the top of the imported pulses list with a contract of 7.68 lakh tonnes.

Futures Market (NCDEX)

Chana

A steady sentiment was witnessed in Chana futures during the week. Prices remained slightly bullish at the beginning of the week, but on increased selling pressure, prices tumbled down near Rs.2350 per quintal level. The most active NCDEX August contract traded in the range of

Rs.2394-2335. The MCX August contract traded in the range of Rs.2393-2345. No significant changes in Volumes and Open Interest during the week.

PRICE DRIVERS:

- Expected increase in arrivals from warehouses and imported pulses.
- Government's continuous effort to import pulses through PSUs.
- Swelled stocks at MCX, NCDEX warehouses (43,316 tonnes)

OUTLOOK:

Short Term (One Week): Steady to slightly weak on expected increase in arrivals

Medium Term (One Month): Slightly firm on forth coming festival demand

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

Chana (MCX August Contract)

Support-1	2295	Support-2	2288
Resistance-1	2412	Resistance-2	2426
Strategy	Sell on rallies.		

Chana (NCDEX August Contract)

Support-1	2290	Support-2	2265
Resistance-1	2410	Resistance-2	2424
Strategy	Sell on rallies.		

Forex as on 21.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.32
European Union	Euro	55.65
Japan	100 Yen	33.01
United Kingdom	GBP	82.63

Latest Vessel Position

Vessel Bright Coral reached Kolkata port on 18.07.07 to offload 22,700 tonnes peas. Vessel Frederike Oldendorff arrived at Mumbai port to discharge 39,631 tonnes bulk peas on 18th July.

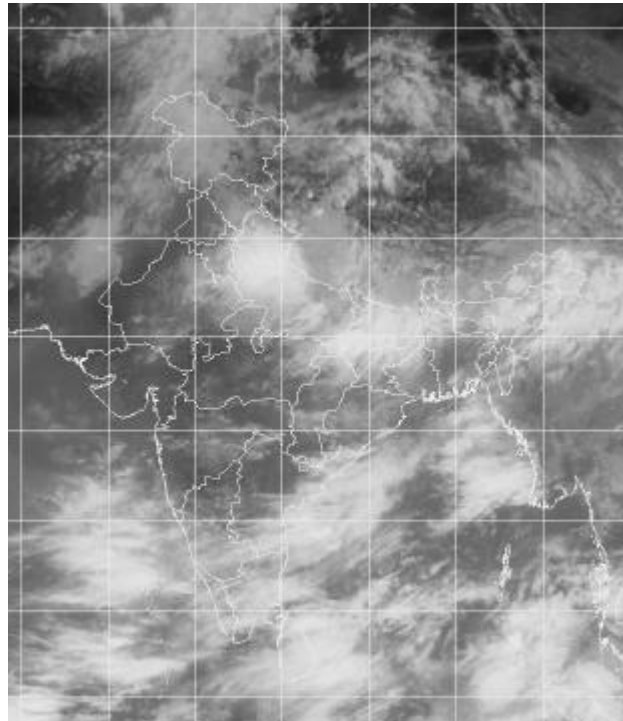
Weather Outlook For The Week Ending On 25th July, 2007

- Enhanced rainfall activities with scattered heavy to very heavy falls are likely over northeastern states, Sub-Himalayan West Bengal and Sikkim and Bihar during the week. Isolated extremely heavy falls are also likely over Assam and Meghalaya on a few days.
- Increase in rainfall activity over southeast peninsula.
- Subdued rainfall activity likely over remaining parts of the country.

Crop -Weather Impact

Commodity	States	Crop Stage	Impact
Urad (Kharif)	Haryana, Punjab	Early vegetative	Irrigation needed due to dry weather
	AP, MP, Chhattish arh, Raja sthan	Sowing	Expected rains will be helpful for the crop.
Moong (Kharif)	Haryana, Punjab	Early vegetative	Irrigation needed due to dry weather
	Maharashtra, Rajasthan, AP	Sowing	Expected rains will be helpful for the crop.
Tur (Kharif)	Punjab, Maharashtra, Gujarat, MP, Karnataka	Land preparation/ Sowing	Rain in WB, Assam, Maharastra will be beneficial
	WB, Assam, Haryana, Orissa and Bihar	Seedling/vegetative	Expected rains will be helpful for the crop.

Weather Map 21.07.2007



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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