

PULSES DAILY

July 04, 2007

URAD

SPOT MARKET

Urad spot markets remained almost steady on Tuesday with marginal losses or gains in some centres. Arrivals in the market were steady. Prices of Burmese FAQ Urad eased by Rs.14 due to lower enquiry in the market, whereas prices dipped by Rs.50 in Vijaywada due to lower demand in the market. Bur prices increased by Rs.50 in Indore due to higher buying interest in the market. The sowing of Kharif Urad is in progress in different parts of the country and it is near completion in most of Urad growing tracts in Maharashtra. Arrivals in the market have also improved a bit due to imported pulses and the arrivals from the summer crop. Thus, Urad prices are expected to remain steady to slightly weak in the coming days due to gradual increase in arrivals.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	03.07.07	02.07.07	Change
Burma Faq	Mumbai	2511	2525	-14
Burma Faq	Delhi	2525	2521	+4
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2500	2500	-
Desi (New Crop)	Latur	Closed	Closed	-
Desi (New Crop)	Jalna	2600	2600	-
Desi (New Crop)	Indore	2750	2700	+50
Desi (New Crop)	Vijaywada	2900	2950	-50
Desi (New Crop)	Kanpur	2600	2600	-

CHANA

SPOT MARKET

Chana spot market remained slightly bearish on Tuesday due to slight increase in arrivals coupled with lower buying interest in the market. The arrivals in Delhi were higher at 40 motors against the previous day's arrivals of 30-35 motors, whereas Bikaner market remained closed due to rain. Prices softened by Rs.20-50 in Delhi, Indore, Kanpur and Akola. But prices increased by Rs.25 in Jalna due to higher demand in the market. During last three months Chana prices in retail market under check due to import of huge quantities of Yellow Peas in the country. Due to cheaper global prices, Government agencies are importing more Yellow Peas in the country. More Yellow Peas are expected to reach by September in the country, which would more pressure on the Chana prices. At the same time, Srilanka removed VAT on ten items along with Gram and Green gram. On the same issue 'The Empowered Committee of State Finance Ministers will meet on July 21 to discuss the exemption of rice, wheat and pulses from VAT in Indian states. But, off season demand for Chana has made the spot prices firm in these days. Prices are also expected to remain steady to slightly firm in the short run due to steady demand and lower arrivals in the market.

Futures Market Commentary

MCX future traded bullish on Tuesday due to higher buying in the market though most active August contract opened slightly weak at Rs.2395 per quintal against the previous close of Rs.2398 per quintal and traded in the range of Rs.2404-2383 per quintal. But NCDEX Chana futures opened steady on Tuesday as most active August contract opened at Rs.2440 per quintal against previous close of Rs.2440 per quintal. Prices initially moved downward and tested a low of Rs.2438 per quintal. But increased buying at lower level pushed prices up and tested a high of Rs.2460 per quintal, which finally terminated with bullish tone.

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 45,517 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

Candlestick shows bullish candle depicting buying at lower level. Prices closed above the EMAs and MACD is also moving in positive territory, which indicates the bulls. RSI is also heading upwards to the overbought region, whereas stochastic is flattening near over bought region indicating firm sentiment in the market. Prices likely to remain firm with steady to slight weak opening.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2386	2376	2402	2430	2444
NCDEX August	2431	2418	2458	2499	2515

Trade Recommendation:

BUY MCX August Chana above 2398 with target of 2414 and then 2422; put stop loss at 2390.

BUY NCDEX August Chana above 2450 with target of 2472 and then 2483; put stop loss at 2438.

Spot Market Prices of Chana

Origin/Grade	Center	03.07.07	02.07.07	Change
Rajasthan Desi	Delhi	2360	2400	-40
MP Desi	Delhi	2350	2400	-50
Kantewala	Indore	2380	2400	-20
Desi	Kanpur	2400	2425	-25
Mixed	Akola	2450	2480	-30
Chapa	Akola	2550	2550	-
Gauran	Latur	Closed	Closed	-
Annagiri	Latur	Closed	Closed	-
G-12	Latur	Closed	Closed	-
Mixed	Latur	Closed	Closed	-
Gauran	Jalna	2325	2300	+25
Pila	Jalna	2425	2400	+25
Desi	Bikaner	Closed	2250	-

TUR

SPOT MARKET

Steady to slightly firm sentiment was witnessed in Tur spot prices on Tuesday amidst the steady to weak arrivals. Prices of Burmese Lemon Tur increased by Rs.6-20 in Delhi and Mumbai due to higher enquiry in the market. Prices were also higher in Indore due to higher buying interest in the market. But prices softened by Rs.10-25 in Akola and Jalna due to lower demand. The overall supply status of Tur in the market is not at all at par with the increasing demand. Steady progress of monsoon will be helpful for the sowing of Kharif Tur in different parts of the country. Sowing of the crop has already been started in Assam, West Bengal, Punjab and Maharastra and in some other parts of the country. But, Tur 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	03.07.07	02.07.07	Change
Burmese Lemon (New)	Mumbai	2421	2401	+20
Burmese Lemon (New)	Delhi	2431	2425	+6
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2500	2500	-
Fatka Dall	Gulbarga	3650	3650	-
Red Tur	Latur	Closed	Closed	-
White Tur	Latur	Closed	Closed	-
Red	Jalna	2300-2450	2400-2475	-25
White	Jalna	2400-2550	2450-2550	-
Red Tur	Indore	2575	2550	+25
Vidharpatta	Akola	2550	2560	-10
Marathwada	Akola	2540	2540	-
Red Tur	Vijaywada	2500	2500	-

OTHERS MOONG

A steady to slightly bearish sentiment was observed in Moong spot prices on Tuesday due to gradual increase in arrivals. Prices of Pedishewa Moong in Delhi and Desi Moong in Indore were lower by Rs.50 due to lower demand in the market. Harvesting of Summer Moong is completed in most part of the country and sowing of Kharif Moong also gets the momentum due to steady monsoon so far. Thus, prices are expected to remain steady to slightly bearish in coming days in anticipation of increase in arrivals.

Spot Market Prices of Moong		(Rs/qtt)	
Origin/Grade	Center	03.07.07	02.07.07
Pedishewa	Mumbai	2850	2850
Pedishewa	Delhi	2900	2925
Desi	Indore	2700	2750
Desi	Kanpur	2700	2700
Chamki	Jalna	2700	2700
Chamki	Akola	2750	2750

FIELD PEAS

A steady to slightly firm sentiment was observed in Peas spot prices due to lower arrivals in the market. Prices were higher by Rs.5-15 in most of 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. Import of 40,000 tonnes of Yellow Peas has also been contracted by the private traders, which will be expected to reach the ports within two months. But, prices are expected to remain range bound with positive bias in the coming days until the arrival of imported peas in the market.

Spot Market Prices of Pea		(Rs/qtt)	
Center	Variety	03.07.07	02.07.07
Mumbai	White.Can	1771	1771
Mumbai	White American	1800	1785
Mumbai	Green Can	1580	1575
Mumbai	Green American	1650	1650
Kanpur	Desi	1935	1930

MASOOR

Masoor spot market remained steady to slightly firm amidst the lower arrivals in the market. Prices mainly increased in Delhi by Rs25 on lower arrivals. But the prices of medium quality Masoor in Indore eased by Rs.50 due to subdued demand in the market. Due to off season, the arrivals status in the market is very low in these days. Demand from the eastern part of the country also remained sluggish. Thus, prices are expected to remain range bound in coming days due to decreasing demand in the market.

Spot Market Prices of Masoor		(Rs/qtt)	
Center		03.07.07	02.07.07
Delhi-MP/kota Line		2675	2650
Delhi- UP/Sikri		2925	2900
Kanpur local mill delivery		2900	2900
Kanpur new- Bareilly Delivery		3010	3010
Kanpur- new Malka Dal		3175	3175
Indore- Masra		2780	2780
Indore- Masoor New		2770	2770
Indore- Medium New		2650	2700

PORT WATCH

Vessel Frederike Oldendorff is expected to arrive at Mumbai port by 09.07.07 to offload 39,631 tonnes Peas in bulk.

FOREX (03.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.58
European Union	Euro	55.29
Japan	100 Yen	30.08
United Kingdom	GBP	81.89

International Prices

(\$/ton) (CNF)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	570-575
Burmese FAQ new Tur Mumbai/Chennai	540-550
Burmese Shwebo Tur Mumbai/Chennai	550
Burmese FAQ Urad Mumbai	620-630
Burmese SQ Urad Mumbai	700-710
Burmese FAQ Urad Chennai	610-615
Burmese SQ Urad Chennai	725-730
Ethiopian Moong Chennai	685-690
Burmese Pedishwa Mung Mumbai	700-730
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.