

PULSES DAILY

July 05, 2007

URAD

SPOT MARKET

A steady to weak sentiment was observed in Urad spot markets on Wednesday amidst the steady arrivals. Prices of Burmese FAQ Urad eased by Rs.10-34 due to lower demand in the market, whereas prices dipped lower by Rs.50-100 in Vijaywada and Kanpur due to lower buying interest in the market coupled with increased arrivals. Bur prices increased by Rs.50 in Akola due to higher demand 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. But the India Meteorological Department's second stage regional forecast of lower rainfall in July and the overall June-September season may spell tighter prices for pulses. At the same time 'The Empowered Committee of State Finance Ministers will meet on July 21 to discuss the proposal of exemption from VAT on rice, wheat and pulses in Indian states. So, in the present situation, 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/mtl)

Origin/Grade	Center	04.07.07	03.07.07	Change
Burma Faq	Mumbai	2501	2511	-10
Burma Faq	Delhi	2491	2525	-34
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2550	2500	+50
Desi (New Crop)	Latur	2500	Closed	-
Desi (New Crop)	Jalna	2600	2600	-
Desi (New Crop)	Indore	2750	2750	-
Desi (New Crop)	Vijaywada	2850	2900	-50
Desi (New Crop)	Kanpur	2500	2600	-100

CHANA

SPOT MARKET

A steady to firm sentiment was witnessed in Chana spot market on Wednesday amidst the steady arrivals. The arrivals in Delhi market were steady at 40 motors, whereas 400 bags arrivals of received in Bikaner market. Prices increased in Delhi, Indore and Jalna by Rs.15-25 due to higher demand in the market. But prices softened in Akola by Rs.50 due to lower buying interest in the market. The sowing of Kharif pulses is going on in full swing in different parts of the country due to steady progress of monsoon. But the IMD's second stage regional forecast of lower rainfall in July and the overall June-September season may spell tighter prices for pulses. At the same time 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. But prices are 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 bearish on Wednesday due to higher selling in the market. The most active August contract opened slightly weak at Rs.2399 per quintal against the previous close of Rs.2402 per quintal and traded in the range of Rs.2409-2381 per quintal. NCDEX Chana futures opened slightly firm on Wednesday as most active August contract opened at Rs.2459 per quintal against the previous close of Rs.2457 per quintal. Prices initially moved upward and tested a high of Rs.2464 per quintal. But increased selling at higher level pushed prices down and tested a low of Rs.2423 per quintal and finally settled in red.

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

Charts shows a red candle depicting increased selling at higher levels. Prices closed below 9 days EMA but above the 18 days EMAs. MACD is moving in positive territory, which supports bulls. But RSI and Stochastic are running downwards indicating bearish sentiment in the market. Market is little bit indecisive at this moment. Prices are expected to remain bearish with the possibilities of late recovery.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2366	2359	2388	2405	2416
NCDEX August	2399	2390	2424	2450	2463

Trade Recommendation:

SELL MCX August Chana below 2393 with target of 2382 and then 2371; put stop loss at 2399.

SELL NCDEX August Chana below 2431 with target of 2415 and then 2405; put stop loss at 2440.

Spot Market Prices of Chana

Origin/Grade	Center	04.07.07	03.07.07	(Rs/qrtl) Change
Rajasthan Desi	Delhi	2375	2360	+15
MP Desi	Delhi	2375	2350	+25
Kantewala	Indore	2400	2380	+20
Desi	Kanpur	2400	2400	-
Mixed	Akola	2450	2450	-
Chapa	Akola	2500	2550	-50
Gauran	Latur	2400	Closed	-
Annagiri	Latur	2600	Closed	-
G-12	Latur	2500	Closed	-
Mixed	Latur	2400	Closed	-
Gauran	Jalna	2350	2325	+25
Pila	Jalna	2450	2425	+25
Desi	Bikaner	2225	Closed	-

TUR

SPOT MARKET

Tur spot prices remained almost steady on Wednesday amidst the steady to weak arrivals and supportive demand. Only the prices of Burmese Lemon Tur altered marginally due to change in enquiry in the market. The overall supply status of Tur in the market is not satisfactory in the market, but lower demand made the prices unmoved. 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 the IMD's second stage regional forecast of lower rainfall in July and the overall June-September season may spell tighter prices for pulses. Thus, Tur prices are expected to remain firm in the coming days due to lower arrivals demand in the market.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	04.07.07	03.07.07	Change
Burmese Lemon (New)	Mumbai	2425	2421	+4
Burmese Lemon (New)	Delhi	2425	2431	-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	2600	Closed	-
White Tur	Latur	2550	Closed	-
Red	Jalna	2300-2450	2300-2450	-
White	Jalna	2450-2550	2400-2550	-
Red Tur	Indore	2575	2575	-
Vidharpatta	Akola	2550	2550	-
Marathwada	Akola	2540	2540	-
Red Tur	Vijaywada	2500	2500	-

OTHERS MOONG

A bearish sentiment was seen in Moong spot market on Wednesday due to gradual increase in arrivals. Prices of softened by Rs.50-100 in Kanpur, Jalna and Akola due to increased arrivals coupled with lower demand in the market. But prices of Desi Moong in Indore increased by Rs.100 due to higher demand in the market. Sowing of Kharif Moong also gets the momentum due to steady monsoon so far. 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 steady to slightly bearish in coming days in anticipation of increase in arrivals.

Spot Market Prices of Moong (Rs/qttl)

Origin/Grade	Center	04.07.07	03.07.07
Pedishewa	Mumbai	2851	2850
Pedishewa	Delhi	2900	2900
Desi	Indore	2800	2700
Desi	Kanpur	2650	2700
Chamki	Jalna	2650	2700
Chamki	Akola	2650	2750

FIELD PEAS

Slightly weak sentiment was observed in Peas spot prices on Wednesday amidst the arrivals in the market. Prices of White Peas in Mumbai softened by Rs.10-20 due to lower enquiry in the market. But prices of Desi Peas in Kanpur were higher by Rs.5 due to lower arrivals in the market. Due to cheaper global prices, Government agencies are importing more Yellow Peas in the country 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 in the coming days until the arrival of imported peas in the market.

Spot Market Prices of Pea (Rs/qttl)

Center	Variety	04.07.07	03.07.07
Mumbai	White.Can	1761	1771
Mumbai	White American	1781	1800
Mumbai	Green Can	1500-1700	1580
Mumbai	Green American	1650-1800	1650
Kanpur	Desi	1940	1935

MASOOR

A mixed sentiment was witnessed in Masoor spot market on Wednesday amidst the steady to weak arrivals in the market. Prices were higher by Rs.10-25 in Indore due to lower arrivals, whereas prices eased by Rs.10 in Kanpur due to lower enquiry 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 and lower arrivals in the market.

Spot Market Prices of Masoor (Rs/qttl)

Center	04.07.07	03.07.07
Delhi-MP/kota Line	2675	2675
Delhi- UP/Sikri	2925	2925
Kanpur local mill delivery	2890	2900
Kanpur new- Bareilly Delivery	3000	3010
Kanpur- new Malka Dal	3175	3175
Indore- Masra	2790	2780
Indore- Masoor New	2780	2770
Indore- Medium New	2675	2650

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 (04.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.45
European Union	Euro	55.18
Japan	100 Yen	33.10
United Kingdom	GBP	81.77

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.