

PULSES DAILY

July 10, 2007

URAD

SPOT MARKET

A mixed sentiment was observed in Urad spot markets on Monday amidst the steady arrivals in the market. Prices of Burmese FAQ Urad in Delhi softened by 10 due to lower enquiry in the market, whereas prices went down by Rs.50-100 in Akola, Indore and Kanpur due to lower buying interest. But prices increased by Rs.50-100 in Latur and Jalna due to lower arrivals in the market. The supply of the commodity increased slightly due to arrivals from the summer crop. At the same time demand in the market is also very lower. Sowing of Kharif crop is almost completed in most part of the country. According to a Government official, the area under pulse cultivation will be expanded under Kharif pulses by 8.0 million hectares and that under Rabi pulses by 1.2 million hectares during the Eleventh Plan. 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	09.07.07	07.07.07	Change
Burma Faq	Mumbai	2451	2451	-
Burma Faq	Delhi	2441	2451	-10
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2500	2600	-100
Desi (New Crop)	Latur	2500	2450	+50
Desi (New Crop)	Jalna	2600	2500	+100
Desi (New Crop)	Indore	2700	2750	-50
Desi (New Crop)	Vijaywada	2800	2800	-
Desi (New Crop)	Kanpur	2450	2525	-75

CHANA

SPOT MARKET

A steady to bearish sentiment was witnessed in Chana spot market on the first day of the week. The arrivals in Delhi market were steady 25-30 motors. But in Bikaner market, arrivals were very much lower at 150 bags and subsequently no trading was done in Bikaner due to very lower arrivals. Prices softened by Rs.5-50 in Delhi, Indore and Akola due to lower demand in the market. But an overall stability was observed in the spot market after few days' fall of prices. But demand in the market is gradually decreasing due good stock position of the millers and some deterioration in quality of Chana. The Agriculture Ministry has chalked out a plan to increase the pulses production in the country through intercropping of pulses with cereals, cotton, sugarcane and oilseeds, and targeting rice fallows of southern, eastern and central states. According to an official, the area will be expanded under Kharif pulses by 8.0 million hectares and that under Rabi pulses by 1.2 million hectares during the Eleventh Plan. But, prices are expected to remain range bound in the short run due to decreasing demand in the market.

Futures Market Commentary

Due higher selling in the market MCX future traded in bearish undertone on Monday. The most active August contract opened slightly weak at Rs.2357 per quintal against the previous close of Rs.2360 per quintal and traded in the range of Rs.2358-2325 per quintal. NCDEX Chana futures also opened weak on the first day of the week. The most active August contract opened at Rs.2377 per quintal against the previous close of Rs.2381 per quintal. Prices initially moved upward and tested a high of Rs.2388 per quintal. But increased selling in the market pushed prices down and tested a low of Rs.2345 per quintal, which 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 46,709 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

Chana chart shows a dark candle with relatively long upper shadow indicating price instability at upper level. Prices closed well below the EMAs. MACD also made a bearish cross over towards the negative zone indicating bearish sentiment in the market. Both the oscillators are heading downwards and stochastic is even in oversold region. Volume increased significantly in the market. Market is expected to remain bearish with a possibility of late recovery.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2293	2282	2325	2342	2348
NCDEX August	2306	2290	2347	2368	2382

Trade Recommendation:

SELL MCX August Chana below 2330 with target of 2314 and then 2302; put stop loss at 2338.

SELL NCDEX August Chana below 2351 with target of 2335 and then 2324; put stop loss at 2360.

Spot Market Prices of Chana

Origin/Grade	Center	09.07.07	07.07.07	(Rs/qtl)
Rajasthan Desi	Delhi	2350	2351	-
MP Desi	Delhi	2370	2375	-5
Kantewala	Indore	2360	2365	-5
Desi	Kanpur	2375	2370	+5
Mixed	Akola	2340	2390	-50
Chapa	Akola	2410	2440	-30
Gauran	Latur	2400	2400	-
Annagiri	Latur	2550	2550	-
G-12	Latur	2500	2500	-
Mixed	Latur	2400	2400	-
Gauran	Jalna	2300	2300	-
Pila	Jalna	2400	2350	+50
Desi	Bikaner	NA	2200	-

TUR

SPOT MARKET

A steady to slightly bearish sentiment was seen in Tur spot market on Monday with marginal gains in some centres. Prices eased in Gulbarga, Indore and Akola by Rs.20-50 due to lower demand in the market. But prices increased by Rs.10-30 in Delhi, Latur and Vijaywada due to lower arrivals in the market. But overall arrivals status in the market is very low due to off season. Due to steady progress of monsoon, sowing of Kharif Tur has been started in different parts of the country. On early arrivals of monsoon the acreage increased by 13 per cent at 4, 00,000 ha in Maharashtra. So, prices are expected to remain range bound with slightly upsides bias the coming days due to lower arrivals in the market.

Spot Market Prices of Tur

Origin/Grade	Center	(Rs/qtl)		
		09.07.07	07.07.07	Change
Burmese Lemon (New)	Mumbai	2401	2401	-
Burmese Lemon (New)	Delhi	2441	2411	+30
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2500	2500	-
Fatka Dall	Gulbarga	3650	3700	-50
Red Tur	Latur	2525	2511	+15
White Tur	Latur	2500	2500	-
Red	Jalna	2300-2400	2300-2400	-
White	Jalna	2400-2500	2400-2500	-
Red Tur	Indore	2525	2550	-25
Vidharpatta	Akola	2500	2520	-20
Marathwada	Akola	2490	2510	-20
Red Tur	Vijaywada	2500	2490	+10

OTHERS MOONG

Moong spot market remained literally steady on Monday amidst the steady arrivals and supportive demand in the market. On early arrivals of monsoon, Sowing of Moong in Maharastra has been done on 15,000 ha, which is higher by 37 per cent over last year. According to a Government official, the area under pulse cultivation will be expanded under Kharif pulses by 8.0 million hectares and that under Rabi pulses by 1.2 million hectares during the Eleventh Plan. Thus, prices are expected to remain steady to slightly bearish in coming days due sluggish demand and expected increase in arrivals in the market.

Spot Market Prices of Moong

(Rs/qty)

Origin/Grade	Center	09.07.07	07.07.07
Pedishewa	Mumbai	2801	2801
Pedishewa	Delhi	2825	2825
Desi	Indore	2750	2750
Desi	Kanpur	2650	2650
Chamki	Jalna	2600	2600
Chamki	Akola	2625	2625

FIELD PEAS

A slightly bearish sentiment was observed in Peas spot market on Monday amidst the steady arrivals in the market. Prices of White Peas eased by Rs.40-50 due to lower demand and expected arrivals of two vessels in Mumbai port to offload more than 70,000 tonnes of Peas. Due to cheaper global prices, Government agencies are importing more Yellow Peas in the country. In the same line, 35,649 tonnes of Peas reached Kolkata port recently. 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/qty)

Center	Variety	09.07.07	07.07.07
Mumbai	White.Can	1721	1761
Mumbai	White American	1731	1781
Mumbai	Green Can	1525-1601	1525-1601
Mumbai	Green American	1675-1800	1650-1800
Kanpur	Desi	1950	1940

MASOOR

A mixed sentiment was observed in Masoor spot prices on Monday amidst the steady to weak arrivals in the market. Prices were lower by Rs.10-20 in Kanpur market due to lower demand in the market. But prices moved upsides in Indore by Rs.10 due to lower enquiry in the market. 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/qty)

Center	09.07.07	07.07.07
Delhi-MP/kota Line	2700	2700
Delhi- UP/Sikri	2950	2950
Kanpur local mill delivery	2850	2870
Kanpur new- Bareilly Delivery	2970	2980
Kanpur- new Malka Dal	3140	3150
Indore- Masra	2780	2770
Indore- Masoor New	2770	2760
Indore- Medium New	2625	2625

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 5th July. Vessel ITT Tiger arrived at Kolkata port on 06.07.07 to offload 1,000 tonnes pulses. Vessel Frederike Oldendorff is expected to arrived at Mumbai port on 09.07.07 to offload 39,631 tonnes Peas in bulk. Another vessel Lily Oldendorff-VI is expected to arrive at Mumbai port by 11th July to offload 30,937 tonnes of bulk Peas.

FOREX (09.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.42
European Union	Euro	55.00
Japan	100 Yen	32.69
United Kingdom	GBP	81.23

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

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