

PULSES DAILY

July 03, 2007

URAD

SPOT MARKET

A steady to slightly bearish sentiment was observed in Urad spot markets on Monday amidst the steady arrivals in the market. Prices softened by Rs.10-25 in Vijaywada and Kanpur due to higher enquiry in the market. Prices increased by Rs.25-100 in Akola, Indore and Kanpur due to lower buying interest in the market. But the arrivals in the market have improved a bit due to imported pulses and the arrivals from the summer crop. Sowing of Kharif Urad has also started in different parts of the country as monsoon covered almost all parts of the country. 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	02.07.07	30.06.07	Change
Burma Faq	Mumbai	2525	Closed	-
Burma Faq	Delhi	2521	2500	+21
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2500	2575	-75
Desi (New Crop)	Latur	Closed	2550	-
Desi (New Crop)	Jalna	2600	2600	-
Desi (New Crop)	Indore	2700	2800	-100
Desi (New Crop)	Vijaywada	2950	2950	-
Desi (New Crop)	Kanpur	2600	2625	-25

CHANA

SPOT MARKET

Bullish sentiment continued in Chana spot market on Monday amidst the steady to weak arrivals in the market. Delhi market witnessed weak arrivals of 30-35 motors against the 40-45 motors of arrivals of the previous day, whereas arrivals in Bikaner were lower by 200 bags against the 500 bags of the previous day. Due to shortage of arrivals and increased millers' demand, prices went up by Rs.20-55 in Delhi, Indore, Kanpur and Akola. Latur market remained closed on Monday due to expiry of a trader. According to news sources, pulses traders want steps from Government's end to lift the export ban on pulses due to decline of inflation to a fourteen month low of 4.03 per cent. On the other hand, centre and states will discuss a proposal to exempt rice, wheat and pulses from Value Added Tax (VAT) as 'The Empowered Committee of State Finance Ministers will meet on July 21. But, prices are expected to remain range bound with upside bias due to short supply and steady demand from the millers.

Futures Market Commentary

MCX future traded bearish on Monday due to higher selling pressure in the market. The most active August contract opened weak at Rs.2400 per quintal against the previous close of Rs.2405 per quintal and traded in the range of Rs.2416-2390 per quintal. The most active August contract opened at Rs.2475 per quintal against the previous close of Rs.2472 per quintal. Prices initially moved upward and tested a high of Rs.2483 per quintal. But increased selling in the market pushed prices down and tested a low of Rs.2438 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 45,189 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 is showing engulfing red candle, indicating selling at higher level. But prices closed above the EMAs and MACD is also moving in positive territory, which denotes the existence bullish momentum in the market. But both the oscillators are heading downwards near overbought region. Prices are expected to remain weak on selling pressure in the market with the possibility of late recovery.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2364	2352	2390	2404	2418
NCDEX August	2412	2401	2440	2463	2476

Trade Recommendation:

SELL MCX August Chana below 2394 with target of 2384 and then 2375; put stop loss at 2400.

SELL NCDEX August Chana below 2448 with target of 2430 and then 2418; put stop loss at 2458.

Spot Market Prices of Chana

Origin/Grade	Center	02.07.07	30.06.07	(Rs/qtl) Change
Rajasthan Desi	Delhi	2400	2350	+50
MP Desi	Delhi	2400	2350	+50
Kantewala	Indore	2400	2380	+20
Desi	Kanpur	2425	2400	+25
Mixed	Akola	2480	2425	+55
Chapa	Akola	2550	2500	-
Gauran	Latur	Closed	2350	-
Annagiri	Latur	Closed	2500	-
G-12	Latur	Closed	2450	-
Mixed	Latur	Closed	2400	-
Gauran	Jalna	2300	2300	-
Pila	Jalna	2400	2400	-
Desi	Bikaner	2250	2250	-

TUR

SPOT MARKET

Tur spot prices remained steady to firm on Monday amidst the short supply in the market. Prices increased by Rs.10-36 in Delhi, Gulbarga, Jalna and Akola due to lower arrivals in the market. 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. Thus, 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

Origin/Grade	Center	(Rs/qtl)		
		02.07.07	30.06.07	Change
Burmese Lemon (New)	Mumbai	2401	Closed	-
Burmese Lemon (New)	Delhi	2425	2391	+36
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2500	2475	+25
Fatka Dall	Gulbarga	3650	3650	-
Red Tur	Latur	Closed	2500	-
White Tur	Latur	Closed	2500	-
Red	Jalna	2400-2475	2350-2450	+25
White	Jalna	2450-2550	2300-2525	+25
Red Tur	Indore	2550	2550	-
Vidharpatta	Akola	2560	2540	+20
Marathwada	Akola	2540	2530	+10
Red Tur	Vijaywada	2500	2500	-

OTHERS MOONG

A steady to slightly bearish sentiment was witnessed in Moong spot prices on Monday due to slight increase in arrivals. Prices eased by Rs.25-50 in Indore and Akola due to higher arrivals in the market, whereas prices of Pedishewa Moong increased by Rs.25 in Delhi due to higher enquiry in the market. The arrivals of Moong are expected to increase further in the market as harvesting of summer Moong is still in progress in some parts of the country. Steady progress of monsoon also helped the sowing of Kharif Moong in different parts of the country. 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/qtl)

Origin/Grade	Center	02.07.07	30.06.07
Kekdi / kishangarh (Raj)	Delhi	NA	NA
Pedishewa	Mumbai	2850	Closed
Pedishewa	Delhi	2925	2900
Desi	Indore	2750	2800
Desi	Kanpur	2700	2700
Chamki	Jalna	2700	2700
Chamki	Akola	2750	2775

FIELD PEAS

Peas spot market remained steady on Monday on lower arrivals and supportive demand in the market. Prices of Desi Peas in Kanpur were marginally higher due to higher enquiry in the market. The vessel, Frederike Oldendorff, which was expected to reach Mumbai port by last week delayed further and expected to reach Mumbai port by 4th July to offload 39,631 tonnes Peas in bulk. Thus, prices are expected to remain range bound with positive bias in the coming days due to poor arrival status in the market.

Spot Market Prices of Pea (Rs/qtl)

Center	Variety	02.07.07	30.06.07
Mumbai	White.Can	1771	Closed
Mumbai	White American	1785	Closed
Mumbai	Green Can	1575	Closed
Mumbai	Green American	1650	Closed
Kanpur	Desi	1930	1925

MASOOR

A steady to bearish sentiment was observed in Masoor spot market due to decrease in demand. Prices mainly eased in Delhi and Indore market by Rs.20-25 due to the above mentioned reason.. Though arrivals in the market were very lower in these days due to off season but demands from eastern part of the country is also in descending note. Thus, prices are expected to remain range bound in coming days due to decreasing demand in the market.

Spot Market Prices of Masoor (Rs/qtl)

Center	02.07.07	30.06.07
Delhi-MP/kota Line	2650	2675
Delhi- UP/Sikri	2900	2925
Kanpur local mill delivery	2900	2880
Kanpur new- Bareilly Delivery	3010	3010
Kanpur- new Malka Dal	3175	3175
Indore- Masra	2780	2800
Indore- Masoor New	2770	2790
Indore- Medium New	2700	2700

PORT WATCH

Vessel Frederike Oldendorff is expected to arrive at Mumbai port by 04.07.07 to offload 39,631 tonnes Peas in bulk.

FOREX (02.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.65
European Union	Euro	55.05
Japan	100 Yen	33.07
United Kingdom	GBP	81.70

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

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