

PULSES

June 23-June 30, 2007

Highlights

Spot Markets

- Summer Moong is end harvesting stage; Kharif Moong and Urad at vegetative stage; land preparation and sowing of Tur in progress.
- Pulses traders want Government will lift the export ban on pulses due to decline of inflation to a fourteen month low of 4.03 per cent.

Highlights

Futures Market

- 3,160 MT Chana was delivered for the NCDEX June contract
- NCDEX and MCX combined stock of Chana reached more than 45,189 MT

Fundamentals

URAD:

A steady to slightly weak sentiment was witnessed in Urad spot market during the week amidst the slight higher arrivals in the market. 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. The washing out of seeds in AP and some other places of southern part of the country is reported due to heavy rain. But, Urad prices are expected to remain steady to slightly weak in the coming week due to gradual increase in arrivals.

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

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
25.06.07	2521	2511
26.06.07	2521	2501
27.06.07	2490	2491
28.06.07	2500	2500
29.06.07	2491	2501
30.06.07	2500	Closed

Urad Prices in secondary markets

QUALITY	30.06.07	23.06.07
Akola	2575	2675
Indore	2700	Closed
Jalna	2600	2600

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

Date	F A Q	S Q
23.06.07	610-615	670-680
30.06.07	620-630	700-710

TUR:

A bullish sentiment was observed in Tur spot market during the week due to steady to lower arrivals in the market coupled with increase in demand. Prices opened steadily at the beginning of the week, but it went up in the second half of the week due to increase in demand. Steady progress of monsoon will also 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. But arrivals from the Kharif crop need time, because it is sown little later part of the Kharif season. Thus, Tur prices are expected to remain firm in the coming week due to lower arrivals and increasing demand in the market.

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

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
25.06.07	2421	2425
26.06.07	2425	2421
27.06.07	2421	2425
28.06.07	2421	2401
29.06.07	2391	2401
30.06.07	2391	Closed

Tur Prices in secondary markets

Centres and Grade	30.06.07	23.06.07
Gulbarga - Red Tur	2475	2475
Latur Red tur (Mh Line)	2550	2500
Latur White tur (Mh Line)	2500	2500
Jalna Red	2350-2450	2300-2400
Jalna White	2300-2525	2400-2500
Jalna BDM	2525	2500
Akola Red Vidharbha Line	2540	2500

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

DATE	Burmese FAQ new	Burmese (Lemon Tur, Weeviled 15%)
23.06.07	550-560	570-580
30.06.07	540-550	570-575

MOONG:

Moong spot prices remained steady to slightly bearish during the week due to increase in arrivals from the summer crop. 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 week in anticipation of increase in arrivals.

Latest prices in Delhi (Rs/qt.)

Date	Pedishewa(Delhi)	Indore
23.06.07	2950	Closed
30.06.07	2900	2800

Prices at Secondary Centres (Rs/qt)

Centres	30.06.07	23.06.07
Latur	NA	NA
Jalna	2700	2700
Akola	2775	2750
Kanpur	2700	2825
Indore	2800	Closed

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

Date	Ethiopian	Burmese Annashewa	Burmese Pedishwar
23.06.07	NA	NA	720-725
30.06.07	685-690	NA	720-730

CHICKPEAS:

Chana spot market remained bullish during the week due to good demands from the millers for the rainy season coupled with steady to slightly weak arrivals in the market. Prices opened firmly at the beginning of the week and remained steady at higher levels at the rest of the week. Steady demand from the millers for raising their stocks in anticipation of further prices rises during the rainy season ruled the market. As usual the lower arrivals of vegetable during rainy season also increased the demand for Chana. Now monsoon has entered in almost all parts of the country, even little early in the north western part of the country. Sowing of Kharif pulses started in different parts of the country and acreage is expected to increase this time on good remunerative prices and also due some set back of low market prices in certain crops like sugarcane in Maharashtra. Different State Governments' approaches to increase the pulse production will also help in increase in acreage. But, according to trade sources, torrential rainfall in AP and other southern states during the week, created the problem of washing out of seeds from the fields. So, crop period may delay a little bit due to resowing. Slight deterioration of quality due to attack of Stored Grain Pest

(Dank) is also reported in some centres. But, prices are expected slightly firm in the coming week due to steady demand from the millers and weak arrivals of the commodity.

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

Date	Delhi (Rajasthan)	Indore (Kantewala)
25.06.07	2300	2350
26.06.07	2300	2340
27.06.07	2320	2350
28.06.07	2311	2340
29.06.07	2325	2340
30.06.07	2350	2380

Prices in Mandis of Maharashtra/ UP/ Karnataka

Centres	30.06.07	23.06.07
Bikaner (Desi)	2250	2140
Latur (Gauran)	2350	2250
Latur (Annagiri)	2500	2400
Latur (G-12)	2450	2325
Jalna (Gauran)	2300	2200
Jalna (Pila)	2400	2300
Akola (Mixed) motor cut	2425	2365
Akola new (Chapa) motor cut	2500	2450
Kanpur (mandi rates)	2400	2260

MASOOR:

Masoor spot market remained firm during the week due to shrinking arrivals in the market. Prices opened firmly at the beginning of the week, but it came down slightly at the end of the week. Arrivals in the market were very lower. The demands from Assam also decreased but lower arrivals in the market pushed the prices up. So, in the present context Masoor prices are likely to remain steady with slightly firm in the coming week.

Prices in UP/ Indore (Rs/qtl.)

Date	Kanpur	Indore
25.06.07	2900	2810
26.06.07	2900	2790
27.06.07	2880	2790
28.06.07	2900	2780
29.06.07	2900	2780
30.06.07	2880	2790

FIELD PEAS:

A bullish sentiment was seen in Peas spot market during the week due to lower arrivals in the market coupled with off season demand. 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.

Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
23.06.07	1900	1721
30.06.07	1930	Closed

NEWS

Pulse Traders Want Lifting of Export Ban due to Decline in Inflation

Pulses traders want Government will lift the export ban on pulses due to decline of inflation to a fourteen month low of 4.03 per cent. The ban was imposed Government on export of pulses on June, last year. Earlier Government had been asked to allow the export of 10 per cent finished pulses against the imported raw pulses and also grant the permission for forward trading in Urad and Tur. During past decade, Indian pulses established good global market, which may be losing due to export ban. The major export markets are the UAE followed by US, UK, Pakistan and Srilanka. With ban on most of the local pulses mills at Jalgaon and Akola in Maharashtra, Indore in MP and mills at Gujarat which are running below 50% of their capacities with 25-50 mills at Jalgaon being shut down, according to news sources.

Futures Market (NCDEX)

Chana

A bullish sentiment was witnessed in Chana futures during the week. Prices continued with the bullish trend following the firm opening at the beginning of the week. Future prices increased by Rs.50-70 over last week due to higher buying interest in the market. The most active NCDEX August contract traded in the range of Rs.2473-2405. The MCX August contract traded in the range of Rs.2346-2410. Both Volume and Open Interest increased marginally.

PRICE DRIVERS:

- Depleting arrivals in off season.
- 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.
- Increasing stocks at MCX, NCDEX warehouses (45,189 tonnes)

OUTLOOK:

Short Term (One Week): Steady to slightly firm on good demand.

Medium Term (One Month): Slightly firm on rainy season demand and reducing arrivals

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

Chana (MCX August Contract)

Support-1	2348	Support-2	2333
Resistance-1	2450	Resistance-2	2462
Strategy	Buy on dips towards support levels		

Chana (NCDEX August Contract)

Support-1	2414	Support-2	2382
Resistance-1	2570	Resistance-2	2594
Strategy	Buy on dips towards support levels		

Forex as on 30.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.70
European Union	Euro	54.89
Japan	100 Yen	33.04
United Kingdom	GBP	81.63

Latest Vessel Position

Vessel Frederick Oldendorff arrived Mumbai port on 04.07.07 to discharge 39,631 tonnes Peas in Bulk.

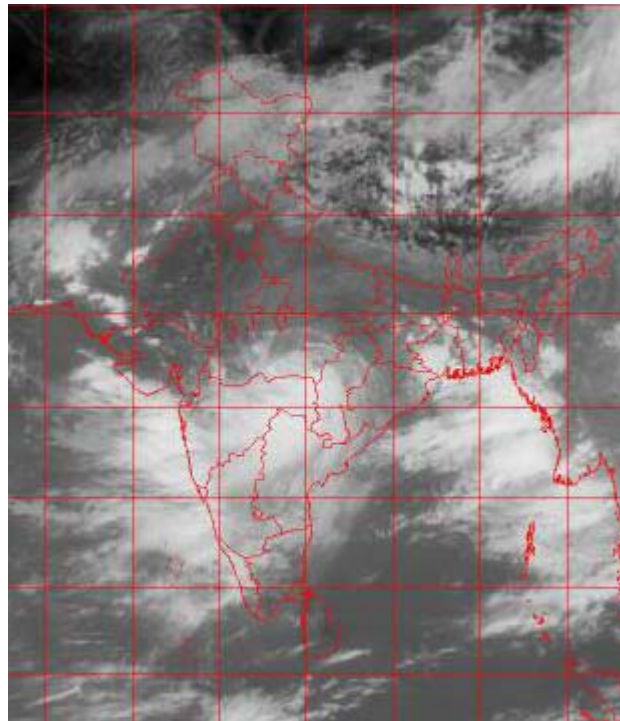
Weather Outlook For The Week Ending On 04th July, 2007

- The well marked low pressure area over north and adjoining central Bay of Bengal is likely to concentrate into a depression. Under its influence, widespread rainfall with scattered heavy to very heavy falls and isolated extremely heavy falls are likely over Orissa, Chhattisgarh and north Andhra Pradesh during next 2-3 days. The enhanced rainfall activity is likely to extend into Vidarbha, Madhya Pradesh, Madhya Maharastra, Konkan and Goa and Gujarat from 29th onwards.
- Decrease in rainfall activity over Orissa, Andhra Pradesh and Chhattisgarh during second half of the week.
- Conditions are favourable for further advance of southwest monsoon in some more parts of west, central and northwest India.

Crop -Weather Impact

Commodity	States	Crop Stage	Impact
Urad (Kharif)	Haryana, Punjab	Early vegetative	dry weather demands irrigation
Moong (Summer)	UP and MP, Bihar, WB, Rajastha n	End Harvesting	Expected rain will affect the harvesting.
Moong (Kharif)	Haryana, Punjab	Early vegetative	dry weather demands irrigation
Tur (Kharif)	WB, Assam, Punjab, Maharast ra, Gujarat, MP, Karnatak a	Land preparation/ Sowing	rain in WB, Assam, Maharastra will be beneficial

Weather Map 30.06.2007



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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