

PULSES DAILY

July 14, 2007

URAD

SPOT MARKET

A steady to firm sentiment was observed in Urad spot markets on Friday amidst the steady to weak arrivals in the market. Prices increased by Rs.40-50 in Mumbai, Akola, Latur and Jalna due to higher demand couple were weak arrivals in the market, whereas prices dipped by Rs.50 in Vijaywada due to lower buying interest in the market. During the week, Andhra Pradesh Government has decided to increase the Minimum Support Prices (MSP) of Kharif pulses (Urad, Moong and Tur) this season to Rs. 2,000 per quintal from Rs. 1,750 per quintal. AP government also decided to increase the credit this Kharif season to Rs. 2,400 crores against Rs. 1,800 crores last season. At the same time, Agriculture Ministry also decided to expand the area 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 range bound with slightly weak in the coming days due to lower demand.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	13.07.07	12.07.07	Change
Burma Faq	Mumbai	2451	2411	+40
Burma Faq	Delhi	2441	2441	-
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2575	2525	+50
Desi (New Crop)	Latur	2450	2400	+50
Desi (New Crop)	Jalna	2650	2600	+50
Desi (New Crop)	Indore	2700	2700	-
Desi (New Crop)	Vijaywada	2850	2900	-50
Desi (New Crop)	Kanpur	2350	2450	-

CHANA

SPOT MARKET

A bullish sentiment was witnessed in Chana spot market on Friday amidst the steady to slightly better arrivals in the market. The arrivals in Delhi market were steady 30 motors against the previous day's arrivals of 25-30 motors, whereas in Bikaner, 500 bags of the commodities were received against the previous day's arrivals of 100 bags. Prices increased in Indore, Kanpur, Akola and Jalna by Rs.20-25 due higher enquiry in the market. In Latur, prices of *Annagiri* and *G-12* were higher by Rs.50-75 due to higher demand in the market, whereas *Chapa* Chana in Akola and *Gauran* Chana in Latur were subdued by Rs.10 and Rs.50 respectively due to lower buying interest in the market. Fresh demand are also coming in the market as buyers are gradually getting interest over buying at lower level before festival demands push up the prices further. Meanwhile, *Spingid* Caterpillar has damaged approximately 55,000 ha of Green gram cultivation in Bijapur and Bagalkot districts in North Karnataka, which is over 30 per cent of total cultivation. Expected arrivals from the warehouses are also putting a negative impact over prices. Thus, Chana prices are expected to remain range bound with slightly bearish bias in the coming days due to anticipated increase in arrivals from the warehouses.

Futures Market Commentary

MCX Chana future traded bearish on Friday due higher selling pressure in the market. Though most active August contract opened firm at Rs.2370 per quintal against the previous close of Rs.2365 per quintal and traded in the range of Rs.2376-2355 per quintal. Chana futures opened firm on the penultimate day of the week at NCDEX. The most active August contract opened at Rs.2395 per quintal against the previous close of Rs.2388 per quintal. Prices initially moved upward and tested an intraday high of Rs.2398 per quintal. But increased selling pressure in the market pushed the prices down and tested an intraday low of Rs.2370 per quintal and finally settled with bearish undertone.

Price Drivers

- ✓ Government's continuous effort to import pulses through PSUs.
- ✓ Expected increase in acreage in Kharif pulses on remunerative prices and steady progress of monsoon.
- ✓ NCDEX and MCX combined stock increased to 46,908 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 long dark candle. Prices closed below the EMAs, which supports the bears. MACD is flattening in the negative territory, and RSI is also moving downwards indicates bearish sentiment in the market. Prices are expected to trade bearish after slight firm opening.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2325	2320	2356	2370	2380
NCDEX August	2336	2329	2371	2388	2398

Trade Recommendation:

SELL MCX August Chana below 2360 with target of 2344 and then 2335; put stop loss at 2368.

SELL NCDEX August Chana below 2375 with target of 2360 and then 2348; put stop loss at 2383.

Spot Market Prices of Chana

Origin/Grade	Center	13.07.07	12.07.07	(Rs/qtl)
Rajasthan Desi	Delhi	2380	2375	+5
MP Desi	Delhi	2370	2370	-
Kantewala	Indore	2400	2380	+20
Desi	Kanpur	2400	2380	+20
Mixed	Akola	2450	2430	+20
Chapa	Akola	2500	2510	-10
Gauran	Latur	2350	2400	-50
Annagiri	Latur	2575	2525	+50
G-12	Latur	2525	2450	+75
Mixed	Latur	2400	2400	-
Gauran	Jalna	2350	2350	-
Pila	Jalna	2450	2425	+25
Desi	Bikaner	2170	NA	-

TUR

SPOT MARKET

Firm sentiment continued in Tur spot market on Friday amidst the lower arrivals in the market. Prices increased by Rs.20-50 in almost all the market due weak arrivals coupled with higher buying interest in the market. Only in Akola, prices dipped by Rs.30-40 due to lower demand in the market. Central Government has aimed at increasing the productivity of pulses by 10-15 per cent through application of modern technologies including to enhance the seed replacement rate by 25-30 per cent, launching a national campaign to promote seed treatment with fungicides and Rhizobium culture etc. But, prices are expected to remain slightly firm in the coming days due to lower arrivals and off season demand in the market.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	13.07.07	12.07.07	Change
Burmese Lemon (New)	Mumbai	2451	2401	+50
Burmese Lemon (New)	Delhi	2451	2425	+25
Maharashtra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2550	2530	+20
Fatka Dall	Gulbarga	3700	3650	+50
Red Tur	Latur	2675	2625	+50
White Tur	Latur	2625	2600	+25
Red	Jalna	2400-2475	2400-2500	-
White	Jalna	2300-2575	2450-2550	+25
Red Tur	Indore	2600	2575	+25
Vidharpatta	Akola	2520	2560	-40
Marathwada	Akola	2510	2540	-30
Red Tur	Vijaywada	2475	2475	-

OTHERS MOONG

A mixed sentiment was observed in Moong spot market on Friday amidst the steady arrivals. Prices of Pedishewa Moong increased by Rs. 10-25 due to higher enquiry in the market. But the prices were higher by Rs. 50 in Jalna due to higher demand, whereas prices dipped by Rs. 50-100 in Kanpur and Akola due to lower buying interest in the market. According to news sources, *Spingid* Caterpillar has damaged approximately 55,000 ha of Green gram cultivation in Bijapur and Bagalkot districts in North Karnataka, which is over 30 per cent of total cultivation. The caterpillar already defoliated about 50 to 60 per cent of the total plants under cultivation. But, prices are expected to remain range bound with slight bearish inclination in the coming days due sluggish demand in the market.

Spot Market Prices of Moong

(Rs/qttl)

Origin/Grade	Center	13.07.07	12.07.07
Pedishewa	Mumbai	2825	2800
Pedishewa	Delhi	2811	2800
Desi	Indore	2600	2600
Desi	Kanpur	2450	2550
Chamki	Jalna	2650	2600
Chamki	Akola	2550	2600

FIELD PEAS

A weak sentiment was observed in Peas spot market on Friday amidst the increased arrivals. Prices of White American Peas softened by Rs. 40 due to higher arrival in the market. Prices were also lower in case of Green Canadian Peas and Desi Peas in Kanpur due to same reason. Thus, prices are expected to remain range bound with bearish bias in coming days due to increase in arrivals.

Spot Market Prices of Pea

(Rs/qttl)

Center	Variety	13.07.07	12.07.07
Mumbai	White.Can	1691	1681
Mumbai	White American	1710	1751
Mumbai	Green Can	1525-1575	1501-1575
Mumbai	Green American	1650-1750	1675-1800
Kanpur	Desi	1930	1940

MASOOR

A firm sentiment continued in Masoor spot prices on Friday amidst the lower arrivals. Prices increased by Rs.10-25 in Indore due to higher enquiry in the market, whereas prices went up by Rs.25-40 in Delhi and Kanpur market due to higher demand in the market. Local demand in the market is providing upward thrust in prices. So, in the present context Masoor prices are likely to remain steady to slightly firm in the coming days due to better demand and lower arrivals in the market.

Spot Market Prices of Masoor

(Rs/qttl)

Center	13.07.07	12.07.07
Delhi-MP/kota Line	2750	2715
Delhi- UP/Sikri	3000	2975
Kanpur local mill delivery	2890	2850
Kanpur new- Bareilly Delivery	3000	2975
Kanpur- new Malka Dal	3150	3150
Indore- Masra	2800	2790
Indore- Masoor New	2780	2770
Indore- Medium New	2650	2625

PORT WATCH

Vessel Frederike Oldendorff is expected to arrive at Mumbai port by 13.07.07 to offload 39,631 tonnes Peas in bulk. Another vessel Lily Oldendorff-VI arrived at Mumbai port on 11th July to offload 30,937 tonnes of bulk Peas. Vessel Eid-e- Mostafa-VI is expected to reach Mumbai port by 14.07.07 to discharge 3,500 tonnes pulses. Vessel Swift Superior reached Kolkata port to offload 14,000 tonnes Peas on 11.07.07.

FOREX (13.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.42
European Union	Euro	55.74
Japan	100 Yen	33.05
United Kingdom	GBP	82.08

International Prices

(\$/ton) (CNF)

Quality	Latest
Burmese new Lemon (15% or 20% Weeviled) Tur Mumbai/Chennai	585-590
Burmese FAQ new Tur Mumbai/Chennai	550-560
Burmese Shwebo Tur Mumbai/Chennai	540
Burmese FAQ Urad Mumbai	605-610
Burmese SQ Urad Mumbai	700-710
Burmese FAQ Urad Chennai	620-625
Burmese SQ Urad Chennai	720-725
Ethiopian Moong Chennai	680-685
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	365
Peas (White American-New)Mumbai/Chennai	360

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