

PULSES DAILY

July 30, 2007

URAD

SPOT MARKET

A steady to weak sentiment was observed in Urad spot markets on Saturday amidst the steady arrivals in the market. Prices eased by Rs.25-50 in Delhi, Latur and Kanpur due to lower buying interest in the market. But prices went up by Rs.25 in Akola due to slight weak arrivals in the market. The Kharif pulses are already in moisture stress condition in northern and central parts of the country and if the dry spells continues for another week, the short duration pulses like Urad and Moong will be affected adversely. At the same time, MMTC invited tenders to sell 800 tonnes Urad during the week. But, Urad prices are expected to remain range bound with slight bearish inclination in the coming days due to lower demand and expected slight increase in arrivals.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	28.07.07	27.07.07	Change
Burma Faq	Mumbai	2401	2401	-
Burma Faq	Delhi	2401	2431	-30
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2525	2500	+25
Desi (New Crop)	Latur	2450	2500	-50
Desi (New Crop)	Jalna	2600	2600	-
Desi (New Crop)	Indore	2650	2650	-
Desi (New Crop)	Vijaywada	Closed	2750	-
Desi (New Crop)	Kanpur	2375	2400	-25

CHANA

SPOT MARKET

Bearish sentiment continued in Chana spot markets on the last day of the week though arrivals in the market were weak. The arrivals in Delhi market were weak at 20 motors against the previous day's arrivals of 25-30 motors, whereas 100 bags of arrivals were received in Bikaner market against the 300 bags of the previous day. But lower demand ruled the market to put the prices down. Deterioration of quality of Chana (Dank and Dagi) made the demand subdued in the market. At the same time buyers are also waiting for further price fall, as they can buy at lower level. Prices softened by Rs.15-20 in Delhi and Indore market due to lower demand in the market, whereas it dipped by Rs.25-45 in Kanpur, Akola, Jalna and Bikaner due to lower buying interest in the market. Thus, in the present backdrop, Chana prices are expected to remain range bound with slightly bearish bias in the coming days due to lower buying interest in the market.

Futures Market Commentary

MCX Chana future traded bearish on Saturday on higher selling pressure in the market. The near month August contract opened Rs.8 per quintal weak against the previous close of Rs.2301 per quintal and traded in the range of Rs.2298-2253 per quintal. Chana futures at NCDEX opened weak on Saturday. The near month August contract opened slightly weak at Rs.2266 per quintal against the previous day's close of Rs.2267 per quintal. Prices initially moved upwards and tested a high of Rs.2268 per quintal. But, on increased selling pressure in the market pushed the prices down and tested a low of Rs.2216 per quintal and finally settled in bearish undertone. Both Volume and Open Interest increased marginally.

Price Drivers

- ✓ Government's continuous effort to import pulses through PSUs.
- ✓ Deterioration in quality (Dank) in Chana
- ✓ Arrivals of 69,166 tonnes Peas in Indian ports during the week.
- ✓ NCDEX and MCX combined stock reached to 42,282 tonnes.

Weather

Monsoon has progressed in almost every part of the country, which will be helpful for the Kharif pulses.

TECHNICALS

NCDEX -August Contract

Chana chart shows long dark candle, indicating higher selling pressure in the market. Prices closed well below the EMAs. MACD is also running downwards in the negative territory, indicating bearish sentiment over medium term, which was supported by the downwards movement of both oscillators. But the oscillators are in the oversold region. Thus, prices are expected to trade bearish after a steady to slightly firm opening with the possibility of reversal.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2231	2220	2259	2288	2299
NCDEX August	2192	2185	2223	2265	2281

Trade Recommendation:

SELL MCX August Chana below 2266 with target of 2249 and then 2239; put stop loss at 2374.

SELL NCDEX August Chana below 2227 with target of 2213 and then 2204; put stop loss at 2234.

Spot Market Prices of Chana

Origin/Grade	Center	28.07.07	27.07.07	(Rs/qrtl) Change
Rajasthan Desi	Delhi	2310	2325	-15
MP Desi	Delhi	2310	2300	+10
Kantewala	Indore	2340	2360	-20
Desi	Kanpur	2300	2340	-40
Mixed	Akola	2380	2415	-35
Chapa	Akola	2415	2460	-45
Gauran	Latur	2400	2400	-
Annagiri	Latur	2600	2600	-
G-12	Latur	2500	2500	-
Mixed	Latur	2450	2450	-
Gauran	Jalna	2250	2275	-25
Pila	Jalna	2350	2350	-
Desi	Bikaner	2115	2150	-35

TUR

SPOT MARKET

Tur spot prices remained steady to slightly bearish on Saturday amidst the steady arrivals in the market. But lower demand in the market put the prices little bit down. Prices of Burmese Lemon Tur eased by Rs.30 in Delhi to lower demand in the market. Prices also softened by Rs.10-15 in Akola due to lower enquiry in the market. But overall supply status in the market is very poor in these days due to off season. Kharif Tur production in the country decreased by 0.34 million tonnes in the 2006-07 season and yielded only 2.40 million tonnes. To improve the supply situation, MMTC invited bids to sell 3,350 tonnes of imported Tur to improve the supply status in the market. But, prices are expected to remain range bound with slight firm inclination in the coming days due to good demand in the market.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	28.07.07	27.07.07	Change
Burmese Lemon (New)	Mumbai	2475	2480	-5
Burmese Lemon (New)	Delhi	2461	2491	-30
Maharastra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	2650	2650	-
Fatka Dall	Gulbarga	3800	3800	-
Red Tur	Latur	2650	2650	-
White Tur	Latur	2700	2700	-
Red	Jalna	2400-2500	2400-2500	-
White	Jalna	2500-2600	2500-2600	-
Red Tur	Indore	2675	2650	+25
Vidharpatta	Akola	2630	2640	-10
Marathwada	Akola	2615	2630	-15
Red Tur	Vijaywada	Closed	2510	-

OTHERS MOONG

A bearish sentiment was seen in Moong Spot markets on Saturday amidst the steady arrivals. Prices of Pedishewa Moong eased by Rs.25-50 due to lower demand in the market, whereas prices dipped by Rs.100-150 in Kanpur and Akola due to lower demand in the market. The demand in the market is little bit subdued in recent days. At the same time, MMTC invited bids to sell 100 tonnes Moong to improve the supply situation. Thus, prices are expected to remain range bound with slightly weak bias in the coming days due to subdued demand and expected increase in arrivals.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	28.07.07	27.07.07
Pedishewa	Mumbai	2701	2750
Pedishewa	Delhi	2751	2775
Desi	Indore	2650	2650
Desi	Kanpur	2300	2400
Chamki	Jalna	2600	2600
Chamki	Akola	2400	2550

FIELD PEAS

Peas spot market remained almost unchanged on Saturday amidst the higher arrivals, but lower demand in the market put the prices unmoved. Only the prices of White American Peas decreased by Rs.10 due to higher arrivals, whereas Desi Peas in Kanpur increased by Rs.10 due to higher enquiry in the market. During the week, two vessels reached in Kolkata port and one vessel in Mumbai port to offload 69,166 tonnes of Peas, which is a cheap alternative of Chana. In addition, MMTC offered bid to sell 2,000 tonnes of Dun Peas during the week. Thus, prices are expected to remain slightly bearish due to arrivals of imported Peas in the market.

Spot Market Prices of Pea (Rs/qtt)

Center	Variety	28.07.07	27.07.07
Mumbai	White.Can	1681	1681
Mumbai	White American	1691	1700
Mumbai	Green Can	1501	1501
Mumbai	Green American	1650	1650
Kanpur	Desi	1910	1900

MASOOR

Masoor spot market remained steady on Saturday amidst the slight weak arrivals. But demand in the market remained little bit subdued, which made the prices unmoved. Only the prices of Bareilly delivery in Kanpur increased by Rs.30 due to lower arrivals in the market. But, Masoor prices are likely to remain range bound with slight bearish inclination in the coming days due to little sluggish demand in the market.

Spot Market Prices of Masoor (Rs/qtt)

Center	28.07.07	27.07.07
Delhi-MP/kota Line	2850	2850
Delhi- UP/Sikri	3100	3100
Kanpur local mill delivery	2915	2910
Kanpur new- Bareilly Delivery	3050	3020
Kanpur- new Malka Dal	3225	3225
Indore- Masra	2850	2850
Indore- Masoor New	2840	2840
Indore- Medium New	2740	2750

PORT WATCH

Vessel Afea reached Kolkata port on 23.07.07 to discharge 20,499 tonnes of Peas. Vessel TCI Xps arrived at Kolkata port on 23.07.07 to offload 3,687 tonnes pulses. Vessel Bright Coral reached Kolkata port on 22.07.07 to offload 22,000 tonnes peas. Vessel Sanko Eternal arrived at Mumbai port by 27th July to discharge 26,666 tonnes bulk peas.

FOREX (28.07.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.43
European Union	Euro	55.55
Japan	100 Yen	33.14
United Kingdom	GBP	82.59

International Prices

(\$/ton) (CNF)

Quality	Latest
Burmese New Lemon (15% or 20% Weeviled) Tur Mumbai	600-610
Burmese New Lemon (Yellow) Tur Chennai	560
Burmese FAQ New Tur Mumbai	580-590
Burmese Shwebo Tur Mumbai	580
Tanzanian Matwara Tur Chennai	550
Burmese FAQ Urad Mumbai	610-620
Burmese SQ Urad Mumbai	700-720
Burmese FAQ Urad Chennai	630-640
Burmese SQ Urad Chennai	700
Ethiopian Moong Chennai	680-685
Burmese Pedishewa Moong Mumbai	700-730
Burmese Anneshwar Moong Mumbai	580-590
Burmese Pokako Moong Mumbai	630-640
Australian Chickpea Mumbai	580-585
Tanzanian Chickpea Chennai	740-750
Dun Pea (Caspar) Mumbai	370-380
Peas (White Canadian) Chennai	380-385
Peas (Green Canadian) Chennai	360

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