

## PULSES

July 28- Aug 04, 2007

### Highlights

#### Spot Markets

- Acreage of Kharif pulses has increased to 95.19 lakh ha.
- 2, 30,000 tonnes of imported pulses reached the country.
- PEC invited bids to sell 16,265 tonnes of imported pulses

### Highlights

#### Futures Market

- 3,380 MT Chana was delivered for the NCDEX July contract
- NCDEX and MCX combined stock of Chana reached more than 35,461 MT

## Fundamentals

### URAD:

A mixed sentiment was witnessed in Urad spot market during the week. The prices of FAQ Urad in Delhi market increased by Rs.60-70 per quintal at the end of the week against the previous week's prices of Rs.2440-2450 per quintal. In Mumbai, prices of FAQ Urad also remained steady to slightly firm at the end of the week at Rs.2420-2425 per quintal level. The price rises in FAQ Urad in Delhi is mainly attributed to lower availability of the commodity from Burma. But in other domestic centres like, Indore, Jalna and Akola, prices remained bearish due to lower demand in the market. Up to July 26, Urad acreage increased to 18.92 lakh hectares compare to last year's 16.85 lakh hectares. It also affected the prices little bit in anticipation of higher production this year, which will start to come in the market very shortly. Stockists are also releasing their stocks in the market due to expected arrivals from the fresh crop. Thus, Urad prices are expected to remain slightly bearish in coming days due to lower demand and expected increase in arrivals in the market.

#### Urad Prices in Delhi and Mumbai (Rs/qrtl.)

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
30.07.07	2401	2375
31.07.07	2425	2411
01.08.07	2475	2441
02.08.07	2500	2425
03.08.07	2525	Closed
04.08.07	2500	2411

#### Urad Prices in secondary markets

QUALITY	04.08.07	28.07.07
Akola	2400	2525
Indore	2550	2650
Jalna	2400	2600

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

Date	F A Q (Mumbai)	S Q(Mumbai)
28.07.07	610-620	700-720
04.08.07	580	665

### TUR:

A mixed sentiment was also seen in Tur spot market during the week. The prices of Burmese Lemon Tur increased in Delhi market by Rs.10-15 in Delhi market against the last week and closed at Rs.2525 per quintal, mainly because of slightly higher demand and lower arrival in the market, whereas prices of the same remained steady to slightly weak in Mumbai market due to lower buying interest. Prices also eased in Latur, Jalna and Akola market due to expected correction in the market. But arrivals in the market are in downtrend as it came down to 600-700 bags in Latur market against the previous week's 1000 bags of arrivals. Up to July 26, the acreage of Tur was down at 26.97 lakh hectares against the last year's acreage of 27.53 lakh hectares. But acreage is expected to increase further as sowing is still in progress in some states. But arrivals from the present crop will start to come nearly end of this year as Tur is long duration crop. So, overall present poor arrival status is not going to improve drastically in the short run. The imported Tur is also not enough to match the forthcoming festival demand for the commodity. Thus, prices are likely to remain firm in the coming week due to lower arrivals and good demand in the market.

#### Tur Prices at Delhi / Mumbai (Rs/qrtl.):

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
30.07.07	2451	2451
31.07.07	2455	2461
01.08.07	2471	2471
02.08.07	2500	2461
03.08.07	2525	Closed
04.08.07	2525	2431

### Tur Prices in secondary markets

Centres and Grade	04.08.07	28.07.07
Gulbarga - Red Tur	Closed	2650
Latur Red tur (Mh Line)	2650	2650
Latur White tur (Mh Line)	2650	2700
Jalna Red	2400-2500	2400-2500
Jalna White	2500-2600	2500-2600
Jalna BDM	2600	2600
Akola Red Vidharbha Line	2560	2630

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

DATE	Burmese FAQ new	Burmese ( Lemon Tur, Weeviled 15%)
28.07.07	580-590	600-610
04.08.07	590-600	610-620

### MOONG:

Moong spot prices remained bearish during the week due to lower demand in the spot market across the board. Prices in Indore market eased by Rs.100-150 per quintal against the previous week's prices of Rs.2650-2700 per quintal. But arrivals in the different spot market across the country were slightly weak as it came down to 300-400 bags against the previous week's arrivals of 700-800 bags in Indore. But prices of Pedishewa Moong remained firm at the end of the week at Rs.2850 per quintal level against the previous week's Rs.2775-2800 per quintal due to higher demand in the market. The acreage of Moong on July 26 was 24.95 lakh hectares against the last year's acreage of 18.41 lakh hectares. Thus, production is expected to be higher this year, which is bearing a negative impact over the market. Stockists are also releasing their stock in anticipation of higher arrivals from the fresh crop. So, prices are expected to remain slightly weak in coming days due to lower demand and expected increase in arrivals.

### Latest prices in Delhi (Rs/qt.)

Date	Pedishewa(Delhi)	Indore
28.07.07	2751	2650
04.08.07	2900	2500

### Prices at Secondary Centres (Rs/qt)

Centres	04.08.07	28.07.07
Latur	2100	2200
Jalna	2400	2600
Akola	2300	2400
Kanpur	2200	2300
Indore	2550	2650

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

Date	Ethiopian	Burmese Annashewa	Burmese Pedishwa
28.07.07	680-685	580-590	700-730
04.08.07	680	565-570	700-710

### CHICKPEAS:

A lack lustre trade was experienced in Chana spot markets around the board during the week starting from 30th July. The lower demand mainly ruled the market though arrivals were steady to slightly lower. The average arrivals in Delhi market were 20-25 motors against the last week's 35-40 motors, whereas arrivals in Bikaner market were more or less steady at 300-400 bags in the same period. The prices of Rajasthan origin Chana in Delhi market were down at Rs.2275-2300 per quintal level against the last week's prices of Rs.2325-2330 per quintal. In Bikaner market prices softened by Rs.15-20 per quintal over last week and came to the Rs.2100-2110 per quintal level at the end of the week. The lower demand in the market is mainly caused by the deterioration in quality (Dank and Dagi) in Chana, particularly of MP origin coupled with lack of buying interest from the miller's end, in expectation of further price fall. At the same time, Government is continuously importing pulses in the line of its earlier commitment to import 1.5 million tonnes of pulses in the 2007-2008 fiscal year and 2, 30,000 tonnes of pulses already reached the country up to July 24. It is also exerting downwards pressures on Chana prices across the country. Meanwhile, on the back of good monsoon so far, Kharif pulses acreage increased to 84.94 lakh hectares up to July 26 against the last year's acreage of 74.88 lakh hectares during the same period. So, availability of other pulses in short run is also bearing some negative impact over Chana prices. Thus, in the present situation no as such possibilities of sharp increase in prices in the short run, until the festival demand changes the momentum.

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

Date	Delhi (Rajasthan)	Indore (Kantewala)
30.07.07	2290	2325
31.07.07	2300	2330
01.08.07	2275	2320
02.08.07	2300	2350
03.08.07	2310	2325
04.08.07	2275	2300

### Prices in Mandis of Maharashtra/ UP/ Karnataka

Centres	04.08.07	28.07.07
Bikaner (Desi)	2100	2115
Latur (Gauran)	2400	2400
Latur (Annagiri)	2600	2600
Latur (G-12)	2500	2500
Jalna (Gauran)	2250	2250
Jalna (Pila)	2350	2350
Akola (Mixed) motor cut	2375	2380
Akola new (Chapa) motor cut	2350	2415
Kanpur (mandi rates)	2260	2300

### MASOOR:

Masoor spot market remained steady to slightly weak during the week due to lower demand in the market. The

prices eased by Rs.20 per quintal in Indore and Rs.25-30 per quintal in Delhi against the last week's prices of Rs.2850 per quintal and Rs.2900 per quintal respectively. The arrivals in Indore market were more or less steady at 1500 bags during the week. The sporadic demand from the eastern part of the country is present in the market but it is still not enough to enhance the prices sharply in the near future. Thus, prices are expected to remain range bound in the coming week with slight bearish inclination due to sluggish demand in the market.

### Prices in UP/ Indore (Rs/qtl.)

Date	Kanpur	Indore
30.07.07	2900	2840
31.07.07	2910	2810
01.08.07	2930	2820
02.08.07	2920	2810
03.08.07	2925	2820
04.08.07	2900	2800

### FIELD PEAS:

A steady sentiment was witnessed in Peas spot market during the week. The arrivals in the market were little bit higher in these days due to arrivals of imported Peas in Mumbai and Kolkata port over last couple of week and more Peas are expected to come by September. Thus, in present scenario, prices are expected to remain range bound with slight bearish bias due to heavy import of the commodities.

### Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
28.07.07	1910	1681
04.08.07	1900	1671

### NEWS

#### Acreage of Kharif Pulses Has Increased to 95.19 lakh ha.

Up to August 03, the acreage of Kharif pulses increased to 95.19 lakh hectare against 89.20 lakh hectare during the same period last year.

#### 2, 30,000 tonnes of Imported Pulses Reached the Country

According to Government's report, 2, 30,000 tonnes of pulses already reached the country up to July 24. Public sector agencies; MMTC, STC, PEC and NAFED had been contracted to import 10.38 lakh tonnes of pulses such as Urad, Moong, Dun Peas, Masoor, Yellow Peas and Chana earlier.

#### PEC Invited Bids to Sell 16,265 tonnes of Imported Pulses

PEC Limited plans to sell 16,265 tonnes of imported pulses to the domestic buyers and invited bids to sell 5,342 tonnes of whole Tur, 6,959 tonnes of Urad and 3,964 tonnes of Moong as it is mentioned in the tender document.

#### Atta-Dal Scheme in Punjab Will Launch on Independence Day

According to official, much waited Atta-Dal" food scheme at subsidized rate for the poor will launch on Independence Day in Punjab. Chief Minister, Prakash Singh Badal will launch it at Ludhiana on the occasion of Independence Day

celebration. People whose annual income does not exceed Rs.30, 000 can avail the scheme.

### Futures Market (NCDEX)

#### Chana

Chana futures remain slightly bearish during the week in comparison to last week's prices. Mainly sideways movement was observed due to volatility in the market. Subsequent ups and downs were observed at NCDEX during the week. The most active NCDEX September contract traded in the range of Rs.2327-2263. The MCX August contract traded in the range of Rs.2326-2265. Both Volumes and Open Interest remained almost unchanged at high level.

#### PRICE DRIVERS:

- Lower demand in the market due to deterioration in quality (Dank and Dagi) of Chana.
- Weak supply status of Chana in the market
- Arrivals of more than 1 lakh tonnes of Yellow Peas in the country during last couple of week.
- Increase in acreage of Kharif pulses to 95.19 lakh hectare against 89.20 lakh hectare last year up to August 03.
- The MCX and NCDEX combined stock decreased to 35,461 tonnes.

#### OUTLOOK:

**Short Term (One Week):** Slightly weak on lower buying interest the market.

**Medium Term (One Month):** Slightly firm on forth coming festival demand

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

#### Chana (MCX August Contract)

Support-1	2267	Support-2	2235
Resistance-1	2323	Resistance-2	2370
<b>Strategy</b>	Sell on rallies.		

#### Chana (NCDEX August Contract)

Support-1	2273	Support-2	2236
Resistance-1	2340	Resistance-2	2364
<b>Strategy</b>	Sell on rallies.		

## Forex as on 04.08.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.36
European Union	Euro	55.31
Japan	100 Yen	33.87
United Kingdom	GBP	82.18

## Latest Vessel Position

Vessel Afea reached Kolkata port on 25.07.07 to discharge 20,499 tonnes of Peas. Vessel Sanko Eternal arrived at Mumbai port by 27th July to discharge 26,666 tonnes bulk peas.

## Weather Outlook For The Week Ending On 8th Aug, 2007

- The current meteorological conditions and interpretation of various numerical weather prediction models suggest the revival in monsoon activity over central & adjoining peninsular India. Under this scenario, the enhanced rainfall with isolated heavy to very heavy falls are likely over Orissa, north Andhra Pradesh and Chhattisgarh during 4th to 7th August. Subsequently, the enhanced rainfall belt is likely to shift to Madhya Pradesh, Maharashtra, Gujarat and south Rajasthan during 8th -11th. Gujarat, Konkan & Goa and Madhya Maharashtra are also likely to receive extremely heavy rainfall particularly on 10th and 11th.
- Fairly widespread rainfall with isolated heavy to very heavy fall is likely along the west coast.
- Decrease in rainfall activity over Bihar, Sub-Himalayan West Bengal & Sikkim and northeastern states during the week. Increase in rainfall activity along the west coast towards 2nd half of the week.

## Crop -Weather Impact

Commodity	States	Crop Stage	Impact
<b>Urad</b> (Kharif)	Haryana, Punjab, AP, MP	Vegetative/flowering	Expected isolated rains will be helpful for the crop -do-
	Chhattisgarh, Rajasthan, TN	Sowing	
<b>Moong</b> (Kharif)	Haryana, Punjab, Maharashtra, AP	Vegetative/flowering	Expected isolated rains will be helpful for the crop -do-
	Rajasthan, TN	Sowing	
<b>Tur</b> (Kharif)	Punjab, TN	Land preparation/Sowing	Expected isolated rains will be helpful for the
	WB, Assam, Haryana, Orissa and Bihar	Seedling/vegetative	Expected isolated rains will be helpful for the

## Weather Map 04.08.2007



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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