

## PULSES DAILY

August 08, 2007

### URAD

#### SPOT MARKET

A steady to slightly bearish sentiment was observed in Urad spot market on Tuesday amidst the steady arrivals in the market. Prices eased in Mumbai, Akola and Vijaywada market by Rs.30-50 due to lower demand in the market. To overcome the shortage of supply, PEC Limited plans to sell 6,959 tonnes of Urad. At the same time, up to August 03, the acreage of Kharif pulses increased to 95.19 lakh hectares against 89.20 lakh hectare during the same period last year, which are pressurizing the prices down in Urad spot market. Stockists are also pilling up their stocks in the market in anticipation of further price fall due to arrivals of fresh crop. Thus, prices are likely to remain steady to slightly weak in the coming days due to expected increase in arrivals.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	07.08.07	06.08.07	Change
Burma Faq	Mumbai	2361	2391	-30
Burma Faq	Delhi	2450	Closed	-
Desi (UP)	Delhi	NA	Closed	-
Desi (MH)	Delhi	2200-2500	Closed	-
Desi (new Crop)	Akola	2325	2375	-50
Desi (New Crop)	Latur	2400	2400	-
Desi (New Crop)	Jalna	2300	2300	-
Desi (New Crop)	Indore	2400	2400	-
Desi (New Crop)	Vijaywada	2650	2690	-40
Desi (New Crop)	Kanpur	2300	2300	-

## CHANA

### SPOT MARKET

Chana spot market remained steady to slightly bearish on Tuesday though arrivals in the market were lower. The arrivals in Delhi market were 20-25 motors against the previous day's arrivals of 30-35 motors, whereas only 300 bags of arrivals were received in Bikaner market compare to 800 bags arrivals of previous day. Prices decreased by Rs.50 in Latur due to lower demand in the market, whereas prices eased in Akola and Bikaner by Rs.10-20 due to lower enquiry in the markets. The Chana spot market is slowly reviving after recent downfall in prices due to some fresh demand in the market from the millers. Supply situation is also not satisfactory in the market due to off season. Thus prices are expected to remain steady to slightly firm incoming days due to gradual increase in demand and shortage in supply.

### Futures Market Commentary

Chana futures at NCDEX opened slightly weak on Tuesday. The most active September contract opened at Rs.2316 per quintal against the previous close of Rs.2318 per quintal. Prices initially moved upwards and tested a high of Rs.2317 per quintal, but increased selling pressure in the market pushed the prices down and tested a low of Rs.2292 per quintal, which finally settled with bearish undertone. MCX September Chana also traded bearish in the range of Rs 2314-2292 per quintal before settling at Rs 2294 per quintal.

### Price Drivers

- ✓ Government's continuous effort to import pulses through PSUs.
- ✓ Deterioration in quality (Dank) in Chana
- ✓ Continued imports of peas ensuring healthy supplies.
- ✓ 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

### Weather

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

## TECHNICALS

### NCDEX-September Contract

A dark candle has formed showing some selling at higher levels. Prices failed to close above the 9-day EMA. MACD has bottomed out but still needs further gains to make a bullish crossover. RSI and Stochastic remain in an uptrend from oversold regions, indicating short-term strength. Prices have failed to cross the 2320-2325 level on a closing basis for the last 9 sessions, indicating strong resistance at that level.



### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2290	2275	2294	2325	2334
NCDEX Sept	2286	2277	2295	2310	2325

### Trade Recommendation:

**BUY** MCX September Chana above 2298 with target of 2310 and then 2319; put stop loss at 2292.

**BUY** NCDEX September Chana above 2297 with target of 2312 and then 2317; put stop loss at 2290.

### Spot Market Prices of Chana

Origin/Grade	Center	07.08.07	06.08.07	(Rs/qrtl) Change
Rajasthan Desi	Delhi	2300	2300	-
MP Desi	Delhi	2250	2250	-
Kantewala	Indore	2340	2325	+15
Desi	Kanpur	2300	2300	-
Mixed	Akola	2375	2375	-
Chapa	Akola	2410	2430	-20
Gauran	Latur	2350	2400	-50
Annagiri	Latur	2550	2550	-
G-12	Latur	2450	2450	-
Mixed	Latur	2400	2450	-50
Gauran	Jalna	2250	2250	-
Pila	Jalna	2350	2350	-
Desi	Bikaner	2100	2110	-10

## TUR

### SPOT MARKET

Tur spot markets remained bearish on Tuesday due to lower demand in the market. The prices eased by Rs.50-100 in Mumbai, Latur and Jalna due to lower demand in the market. PEC invited bids to sell 5,342 tonnes of whole Tur to mitigate the shortfall in arrivals in the market. Meanwhile, 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. But still at present, the supply situation is not at par with the demand. So, prices are expected to remain steady coming days due to shortage of arrivals in the market.

#### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	07.08.07	06.08.07	Change
Burmese Lemon (New)	Mumbai	2361	2411	-50
Burmese Lemon (New)	Delhi	2500	Closed	-
Maharastra tur	Delhi	NA	Closed	-
Karnataka tur	Delhi	NA	Closed	-
Red tur (New)	Gulbarga	Closed	Closed	-
Fatka Dall	Gulbarga	Closed	Closed	-
Red Tur	Latur	2575	2625	-50
White Tur	Latur	2550	2650	-100
Red	Jalna	2300-2400	2400-2500	-100
White	Jalna	2400-2500	2500-2600	-100
Red Tur	Indore	2600	2600	-
Vidharpatta	Akola	2560	2560	-
Marathwada	Akola	2550	2550	-
Red Tur	Vijaywada	2500	2500	-

## **OTHERS MOONG**

Moong markets remained steady to slightly bearish on Tuesday. PEC invited bids to sell 3,964 tonnes of Moong. At the same time, 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. Thus, production is expected to be higher this year, which is bearing a negative impact over the market. So, prices are expected to remain slightly week in coming days due to lower demand and expected increase in arrivals.

### **Spot Market Prices of Moong (Rs/qtt)**

Origin/Grade	Center	07.08.07	06.08.07
Pedishewa	Mumbai	2650	2701
Pedishewa	Delhi	2900	Closed
Kenya	Mumbai	2220	2225
Desi	Indore	2400	2350
Desi	Kanpur	2200	2200
Chamki	Jalna	2200	2300
Chamki	Akola	2200	2275

## **FIELD PEAS**

Peas market remained almost unchanged on Tuesday. Recent arrivals more than 1 lakh tonnes of Peas in Indian ports in last couple of weeks hammered the prices lower these days. Thus, in present scenario, prices are expected to remain range bound with slight bearish bias due to heavy import of the commodities.

### **Spot Market Prices of Pea (Rs/qtt)**

Center	Variety	07.08.07	06.08.07
Mumbai	White.Can	1671	1671
Mumbai	White American	1700	1700
Mumbai	Green Can	1551-1601	1511-1611
Mumbai	Green American	1550-1650	1550-1650
Kanpur	Desi	1900	1900

## **MASOOR**

A steady to slightly weak sentiment was witnessed in Masoor spot market on Tuesday. Prices eased by Rs.50 in Delhi due to lower demand in the market. 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 days due to sluggish demand in the market.

### **Spot Market Prices of Masoor (Rs/qtt)**

Center	07.08.07	06.08.07
Delhi-MP/kota Line	2825	2875
Delhi- UP/Sikri	3100	3100
Kanpur local mill delivery	2900	2910
Kanpur new- Bareilly Delivery	3025	3020
Kanpur- new Malka Dal	3180	3200
Indore- Masra	2820	2820
Indore- Masoor New	2810	2810
Indore- Medium New	2700	2680

## PORT WATCH

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

### FOREX (07.08.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.41
European Union	Euro	55.73
Japan	100 Yen	33.99
United Kingdom	GBP	81.97

### International Prices

(\$/ton) (CNF )

Quality	Latest
Burmese New Lemon (15% or 20% Weeviled) Tur Mumbai	610-620
Burmese New Lemon (Yellow) Tur Chennai	560
Burmese FAQ New Tur Mumbai	590-600
Burmese Shwebo Tur Mumbai	580
Tanzanian Matwara Tur Chennai	550
Tanzanian Arusa Tur Mumbai	585
Kenyan Tur Mumbai	530
Burmese FAQ Urad Mumbai	580
Burmese SQ Urad Mumbai	665
Burmese FAQ Urad Chennai	630-640
Burmese SQ Urad Chennai	700
Ethiopian Moong Chennai	680-685
Burmese Pedishewa Moong Mumbai	700-710
Burmese Anneshwar Moong Mumbai	570
Australian Chickpea Mumbai	600-605
Tanzanian Chickpea Chennai	740-750
Dun Pea (Caspar) Mumbai	380-385
Peas (White Canadian) Chennai	380-385
Peas (Green Canadian ) Chennai	360
Peas (White American) Mumbai	358
Peas (Green American) Mumbai	360-370

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