

PULSES DAILY

August 29, 2007

URAD

SPOT MARKET

All the Urad spot market remained closed on Tuesday due to *Raksha Bandhan*. Up to August 24, the acreage of Kharif pulses increased to 112.85 lakh hectare against 105.05 lakh hectare during the same period last year. So, higher production of Kharif Urad is expected this year in the country. In some centres arrivals from the fresh crop has already started. But, full fledged arrivals from fresh crop are expected to come in the market by early September. Meanwhile, PEC also invited bids to sell 5,759 tonnes of imported Urad. Thus, prices are expected to trade slightly bearish in coming days due to increase in arrivals in the market.

Spot Market Prices of Urad

(Rs/qttl)

Origin/Grade	Centre	28.08.07	27.08.07	Change
Burma Faq	Mumbai	Closed	2275	-
Burma Faq	Delhi	Closed	2350	-
Desi (UP)	Delhi	Closed	NA	-
Desi (MH)	Delhi	Closed	NA	-
Desi (new Crop)	Akola	Closed	2300	-
Desi (New Crop)	Latur	Closed	2500	-
Desi (New Crop)	Jalna	Closed	2000-2300	-
Desi (New Crop)	Indore	Closed	2500	-
Desi (New Crop)	Vijaywada	2700	2700	-
Desi (New Crop)	Kanpur	Closed	2400	-

CHANA

SPOT MARKET

All the Chana spot markets remained closed on Tuesday on the occasion of *Raksha Bandhan*. Nominal trading was witnessed in Delhi market amidst the lower arrivals of 25-30 motors against the previous day's arrivals of 45-50 motors. The Rajasthan origin Chana quoted weak at Rs.2300 per quintal against the previous day's prices of Rs.2325 per quintal, whereas MP Chana was also being offered weak at Rs.2290 per quintal compare to previous day's prices of Rs.2330 per quintal. Expected higher production in Kharif pulses is putting a bearish impact in pulses market across the country, which is also making the Chana prices down in recent days. Thus, Chana prices are expected to remained range bound in coming days due to sluggish demand in the market.

Futures Market Commentary

Chana futures at NCDEX opened weak on Tuesday. The near month September contract opened at Rs.2270 per quintal against the previous close of Rs.2275 per quintal. Prices initially moved downwards and tested a low of Rs.2251 per quintal. But improved buying interest in the market pushed the prices up and tested a high of Rs.2283 per quintal, which finally ended in positive note. MCX September Chana also traded slightly firm in the range of Rs 2293-2270 per quintal before settling at Rs 2292 per quintal.

Price Drivers

- ✓ Demand is expected to be higher in coming days due approaching festival season.
- ✓ Lifting the stocks of pulses form different warehouses in Punjab under Atta-Dal Scheme
- ✓ Increase in acreage of Kharif pulses to 107.1 lakh hectare against 98.46 lakh hectare last year up to August 17.
- ✓ The MCX and NCDEX combined stock decreased to 26,667 tonnes

Weather

Good production of Kharif pulses is expected on good monsoon. Lack of rainfall in Marathwada region may affect the production of Urad crop little bit.

TECHNICALS

NCDEX -September Contract

Chana Charts show a small hollow candle with long lower shadow, indicating increased buying at lower level. Prices closed well below the EMAs. But, MACD is slowly approaching upwards. RSI and Stochastic are also approaching upwards form near oversold region suggesting a slight indication of upwards movement of prices. Thus, prices are expected to remain slightly firm after steady to slightly weak opening with the possibility of profit booking in the late hours.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2280	2271	2292	2322	2330
NCDEX Sept	2271	2263	2281	2306	2318

Trade Recommendation:

BUY MCX September Chana above 2289 with target of 2302 and then 2310; put stop loss at 2382.

BUY NCDEX September Chana above 2280 with target of 2292 and then 2298 put stop loss at 2274.

Spot Market Prices of Chana

(Rs/qrtl)

Origin/Grade	Centre	28.08.07	27.08.07	Change
Rajasthan Desi	Delhi	2300	2325	-25
MP Desi	Delhi	2290	2330	-40
Kantewala	Indore	Closed	2340	-
Desi	Kanpur	Closed	2400	-
Mixed	Akola	Closed	2410	-
Chapa	Akola	Closed	2460	-
Gauran	Latur	Closed	2400	-
Annagiri	Latur	Closed	2600	-
G-12	Latur	Closed	2550	-
Mixed	Latur	Closed	2400	-
Gauran	Jalna	Closed	2300	-
Pila	Jalna	Closed	2400	-
Desi	Bikaner	Closed	2100	-

TUR

SPOT MARKET

All the Tur markets remained closed on Tuesday due to *Raksha Bandhan*. Only Vijaywada market remained opened and prices eased by Rs.20 due to lower demand in the market. To increase the arrivals in the market, PEC floated tenders to sell 1,932 tonnes of imported Tur. It created some bearish impact over Tur prices. Kharif crop is vegetative stage in most of the Tur growing tracts in the country. Thus, in the present context, Tur prices are expected to remain steady to slightly weak in coming days due to expected increase in arrivals and comparatively lower demand in the market.

Spot Market Prices of Tur

		(Rs/qtl)		
Origin/Grade	Centre	28.08.07	27.08.07	Change
Burmese Lemon (New)	Mumbai	Closed	2300	-
Burmese Lemon (New)	Delhi	Closed	2475	-
Maharastra tur	Delhi	Closed	NA	-
Karnataka tur	Delhi	Closed	NA	-
Red tur (New)	Gulbarga	Closed	2630	-
Fatka Dall	Gulbarga	Closed	3800	-
Red Tur	Latur	Closed	2600	-
White Tur	Latur	Closed	2600	-
Red	Jalna	Closed	2400-2500	-
White	Jalna	Closed	2500-2550	-
Red Tur	Indore	Closed	2500	-
Vidharvapatta	Akola	Closed	2535	-
Marathwada	Akola	Closed	2520	-
Red Tur	Vijaywada	2450	2470	-20

OTHERS MOONG

All the Moong remained closed on Tuesday on the occasion of *Raksha Bandhan*. Up to August 24, the acreage of Kharif pulses increased to 112.85 lakh hectare against 105.05 lakh hectare during the same period last year. Moreover, PEC invited tender to sell 3,764 tonnes of Moong in the market. Thus, prices are expected to remain bearish in coming days due higher arrivals in the market from the fresh crop.

Spot Market Prices of Moong (Rs/qty)

Origin/Grade	Centre	28.08.07	27.08.07
Pedishewa	Mumbai	Closed	2550
Pedishewa	Delhi	Closed	2700
Karnataka Chamki	Delhi	Closed	2400-2600
Kenya	Mumbai	Closed	2150
Desi	Indore	Closed	2250
Desi	Kanpur	Closed	2100-2500
Chamki	Jalna	Closed	2200-2400
Chamki	Akola	Closed	2000-2300

FIELD PEAS

Peas spot market remained closed on Tuesday due to *Raksha Bandhan*. A vessel is expected to arrive at Mumbai port by 30.08.07 to offload 8,800 tonnes of Bulk Peas, which will improve the arrivals in the market little bit in the short run. Thus, prices are expected to remain range bound until the arrivals improve by the imported Peas in the market.

Spot Market Prices of Pea (Rs/qty)

Centre	Variety	28.08.07	27.08.07
Mumbai	White.Can	Closed	1700
Mumbai	White American	Closed	1725
Mumbai	Green Can	Closed	1461-1600
Mumbai	Green American	Closed	1500-1650
Kanpur	Desi	Closed	1920

MASOOR

All the Masoor market remained closed on Tuesday on the occasion of *Raksha Bandhan*. To curb the price increase in the domestic market due to forthcoming festival demand, MMTC offered tenders to sell 1,500 tonnes of imported Masoor to the domestic market, which is creating some negative impact over prices. Demand in the market is also scattered. But, it is expected to improve little bit in future as festival season is approaching and flood situation in eastern part of the country is improving gradually. Thus, prices are expected to remain range bound in the coming days on higher arrivals and improved demand in the market.

Spot Market Prices of Masoor (Rs/qty)

Centre	28.08.07	27.08.07
Delhi-MP/kota Line	Closed	2825
Delhi- UP/Sikri	Closed	3125
Kanpur local mill delivery	Closed	2915
Kanpur new- Bareilly Delivery	Closed	3030
Kanpur- new Malka Dal	Closed	3200
Indore- Masra	Closed	2810
Indore- Masoor New	Closed	2800
Indore- Medium New	Closed	2700

PORT WATCH

Vessel Vinashin Summer VI is expected to arrive at Mumbai port by 30.08.07 discharge 8,800 tonnes Bulk Peas.

FOREX (28.08.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	41.16
European Union	Euro	56.03
Japan	100 Yen	35.59
United Kingdom	GBP	82.43

International Prices

(\$/ton) (CNF)

Quality	Latest
Burmese New Lemon (15% or 20% Weeviled) Tur Mumbai	NA
Burmese FAQ New Tur Mumbai	NA
Burmese Kenya Tur Chennai	550
Tanzanian Matwara Tur Mumbai/Chennai	510
Tanzanian Arusa Tur Mumbai/Chennai	550-560
Kenyan Tur Mumbai	520
Burmese FAQ Urad Mumbai	570-580
Burmese SQ Urad Mumbai	640-650
Burmese FAQ Urad Chennai	565-570
Burmese SQ Urad Chennai	650
Burmese Pedishewa Moong Mumbai	NA
Burmese Anneshwa Moong Mumbai	560-570
Dun Pea (Caspar) Chennai	385-400
Peas (White Canadian) Chennai	355-360
Peas (Green Canadian) Chennai	360

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.