

PULSES DAILY

August 2, 2007

URAD

SPOT MARKET

Urad prices remained mostly steady Wednesday in most of the terminal markets, whereas the prices of FAQ urad inched higher in Mumbai and Delhi. With the approaching of harvest season of a short duration crop the Stockists are under pressure to offload their stuff. Continued imports by PSUs are also ensuring healthy supply in the country. Further, increased acreage for Urad this year is also adding some bearish sentiments in the market. As on July 26, Urad acreage was higher at 18.92 lakh hectares in this Kharif season compare to last year's 16.85 lakh hectares. Though, the quality of Kharif season crop generally gets affected by rains during harvest, the supplies during the harvest is bound to pressure the prices. Prices eased by Rs.11 in Vijaywada, whereas other centers witnessed mostly steady prices. The prices are likely to remain steady to slightly weak in the current demand supply situation.

Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	01.08.07	31.07.07	Change
Burma Faq	Mumbai	2431	2411	+20
Burma Faq	Delhi	2475	2425	+50
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2400	2400	-
Desi (New Crop)	Latur	Closed	2400	-
Desi (New Crop)	Jalna	2500	2500	-
Desi (New Crop)	Indore	2600	2600	-
Desi (New Crop)	Vijaywada	2700	2700-2711	-11
Desi (New Crop)	Kanpur	2300-2400	2350-2400	-

CHANA

SPOT MARKET

Chana prices dipped all across the board Wednesday as sluggish demand from millers and ample supply of peas pressured the prices. The prices dipped in Delhi market despite lower arrivals of mere 15-20 motors. However, the approaching festive season is likely to boost demand in the coming time, which might support the prices. As the production of Chana during the year is higher as compared to last year (6.1 million tonnes as per government estimates against 5.6 million tonnes last year) the supplies of Chana is normal. But, fall in production of other pulses has created tight supply situation of pulses close to last year. However, the timely government imports of different pulses are containing the prices well below previous year's levels. Further, it was shortage of high priced pulse 'chana' last year last year, which took the prices to astronomical levels; even prices of peas were dragged along to higher levels. In contrast to this, current year's shortage of pulses like peas is being fulfilled by comparatively cheaper imports as chana supplies are at normal levels. In such a scenario, chana prices are unlikely to test the highs of previous year though they are likely to hold above normal levels on account of short domestic supplies and somewhat costly imports of other pulses. The prices might find some support from festive season demand in near term as millers might cover at lower levels.

Futures Market Commentary

Chana futures recouped all the earlier losses of the session to close with some marginal gains Wednesday. Chana for August delivery at NCDEX opened firm at Rs 2225 per quintal and then the prices touched the lows of Rs 2202 before finally settling higher at Rs 2234 per quintal. MCX August Chana traded volatile in the range of Rs 2231-2252 before settling at Rs 2252 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.
- ✓ Acreage of kharif pulses increased by 10.06 lakh ha against last year

Weather

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

TECHNICALS

NCDEX -August Contract

Hammer formation of candlestick suggests possible reversal in the price course. The prices closed well below short term and medium term EMAs, which supports bears. MACD is running downward in negative territory showing increase in bearish momentum. Stochastic however has made bullish crossover in oversold region. The prices are likely to recover smartly if it the contract opens firm.



Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2230	2210	2252	2283	2307
NCDEX Sept	2280	2260	2309	2339	2359

Trade Recommendation:

BUY MCX August Chana above 2255 with target of 2280 and then 2300; put stop loss at 2240.

BUY NCDEX September Chana above 2312 with target of 2335 and then 2350; put stop loss at 2297.

Spot Market Prices of Chana

Origin/Grade	Center	01.08.07	31.07.07	(Rs/qrtl) Change
Rajasthan Desi	Delhi	2270-2275	2300-2310	-25
MP Desi	Delhi	2225	2250-2300	-25
Kantewala	Indore	2320	2330	-10
Desi	Kanpur	2325	2325	-
Mixed	Akola	2375	2415	-40
Chapa	Akola	2410	2460	-50
Gauran	Latur	Closed	2400	-
Annagiri	Latur	Closed	2550	-
G-12	Latur	Closed	2450	-
Mixed	Latur	Closed	2400	-
Gauran	Jalna	2250-2275	2250	-
Pila	Jalna	2350-2375	2350	-
Desi	Bikaner	2130	2180	-50

TUR

SPOT MARKET

Tur markets witnessed mostly steady prices as sluggish demand from millers and slightly tight supply in the peak off-season are nullifying each other's impact. Despite, the government imports of Tur, the higher import prices have kept the prices on the firmer side so far this year as compared to the previous year. Further, lower acreage in the country being seen this year for Tur is again concerning for the second largest pulse of the country as the pipeline is still not much healthy with the millers on account of lower production and corresponding higher prices during the harvesting season. Government imports however have contained the prices to some extent. With the harvest is still too far the prices are not likely to any severe hammering in the coming time. The acreage of Tur was down at 26.97 lakh hectares against the last year's acreage of 27.53 lakh hectares up to July 26.

Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	01.08.07	31.07.07	Change
Burmese Lemon (New)	Mumbai	2461-2471	2461	-
Burmese Lemon (New)	Delhi	2661-2471	2450-2455	+15
Maharastra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	Closed	2625	-
Fatka Dall	Gulbarga	Closed	3800	-
Red Tur	Latur	Closed	2650	-
White Tur	Latur	Closed	2650	-
Red	Jalna	2400	2400	-
White	Jalna	2550-2625	2500-2600	+25
Red Tur	Indore	2650	2675	-25
Vidharpatta	Akola	2630-2635	2635-2640	+5
Marathwada	Akola	2620	2615	+5
Red Tur	Vijaywada	2500-2511	2525	-14

OTHERS MOONG

Moong markets witnessed steady to slightly weak sentiments today as approaching harvesting season lent some weakness to the market. Increased acreage this year on account of good realization by farmers is likely to result in good supply in the coming season. The acreage of Moong on July 26 increased to 24.95 lakh hectares against the last year's acreage of 18.41 lakh hectares. Stockists are under pressure to offload their stuff ahead of harvesting season. Some patches have already started witnessing fresh crop as the crop duration is quite small. Thus, the supply is likely to remain healthy with the progress of harvest, which in turn might keep the prices on the softer side. At the same time, government imports might also keep the prices under pressure. Prices of Pedishewa Moong remained steady in Mumbai and Delhi, whereas local moong in terminal markets like Indore, Jalna and Akola witnessed some beating action today.

Spot Market Prices of Moong (Rs/qtt)

Origin/Grade	Center	01.08.07	31.07.07
Pedishewa	Mumbai	2751	2751
Pedishewa	Delhi	2750	2750
Desi	Indore	2425-2450	2450-2500
Desi	Kanpur	2300	2350
Chamki	Jalna	2525	2600
Chamki	Akola	2350-2400	2400

FIELD PEAS

Peas market remained standstill on Wednesday in the absence of fresh fundamental developments. Heavy imports of peas this season have fulfilled the supply shortage in domestic markets. In a similar demand supply scenario the prices of Green American Peas inched higher to Rs 1600 per quintal, whereas white American peas quoted at Rs 1711. Canadian white and green varieties traded steady at previous levels of Rs 1671 and Rs 1501 respectively. Continued imports by government is keeping the supplies at comfortable levels which in turn not letting the prices to surge high especially when the demand is subdued. Festive demand in the coming time might support the prices.

Spot Market Prices of Pea (Rs/qtt)

Center	Variety	01.08.07	31.07.07
Mumbai	White.Can	1671	1671
Mumbai	White American	1711-1721	1701
Mumbai	Green Can	1501	1501
Mumbai	Green American	1601	1551
Kanpur	Desi	1900	1900

MASOOR

Masoor spot market remained mostly calm in a similar demand supply situation at most of the trading centers. Kanpur market however witnessed some firmness on account of demand from the eastern parts of the country. Prices inched higher by Rs. 10-20 due to improved demand in the market. Sporadic demand might keep the prices steady to slightly weak in the coming time.

Spot Market Prices of Masoor (Rs/qtt)

Center	01.08.07	31.07.07
Delhi-MP/kota Line	2850	2850
Delhi- UP/Sikri	3100	3100
Kanpur local mill delivery	2930	2910
Kanpur new- Bareilly Delivery	3050	3040
Kanpur- new Malka Dal	3200	3225
Indore- Masra	2830-2835	2820
Indore- Masoor New	2820	2820
Indore- Medium New	2675	2700

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 (01.08.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.54
European Union	Euro	55.42
Japan	100 Yen	34.00
United Kingdom	GBP	82.03

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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