

## PULSES DAILY

August 04, 2007

### URAD

#### SPOT MARKET

Urad prices remained mostly steady on Friday in most of the markets, whereas the prices of FAQ urad in Delhi and Desi Urad in Latur were higher by Rs.25-50 due to higher demand in the market, whereas prices dipped by Rs.100 in Jalna due to lower buying interest in the market. 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. The prices are likely to remain steady to slightly days in the coming days due to expected increase in arrivals.

#### Spot Market Prices of Urad

(Rs/qtl)

Origin/Grade	Center	03.08.07	02.08.07	Change
Burma Faq	Mumbai	Closed	2425	-
Burma Faq	Delhi	2525	2500	+25
Desi (UP)	Delhi	NA	NA	-
Desi (MH)	Delhi	NA	NA	-
Desi (new Crop)	Akola	2400	Closed	-
Desi (New Crop)	Latur	2400	2350	+50
Desi (New Crop)	Jalna	2400	2500	-100
Desi (New Crop)	Indore	2600	2600	-
Desi (New Crop)	Vijaywada	2675	2675	-
Desi (New Crop)	Kanpur	2350	2350	-

## CHANA

### SPOT MARKET

A firm sentiment was observed in Chana spot market on Friday with marginal losses in some centres. The arrivals in Delhi and Bikaner market were lower at 15-20 motors and 150 bags respectively against the previous day's arrivals of 20-25 motors and 400 bags respectively. Due to lower arrivals prices increased in Delhi market. Prices also went up by Rs.30-50 in other centres due to higher demand in the market. But it eased by Rs.25-35 in Indore, Jalna and Bikaner due to lower buying interest in the market. 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 exerting downwards pressures on Chana prices across the country. But, millers are gradually taking interest over buying at the present lower level of prices as the festival demand is approaching. Thus, prices are expected to remain range bound in coming days due to volatility in the market.

### Futures Market Commentary

Chana futures experienced a sharp fall in prices on Friday. NCDEX Chana futures opened slightly firm on Friday. The most active September contract opened at Rs.2320 per quintal against the previous close of Rs.2318 per quintal. Due to higher selling pressure in the market, prices are continuously moving downward and tested a low of Rs.2264 per quintal, which finally settled with bearish undertone. MCX September Chana also traded in the bearish undertone in the range of Rs 2305-2267 before settling at Rs 2274 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

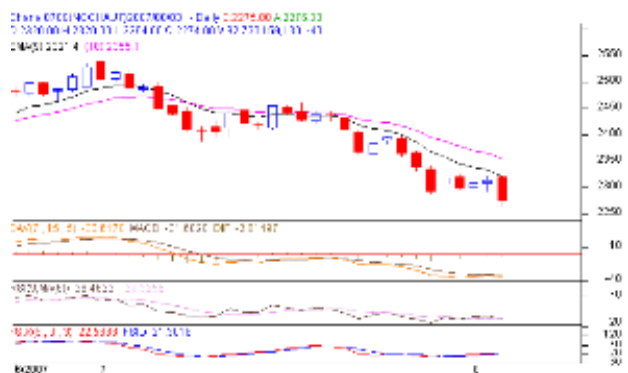
### Weather

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

### TECHNICALS

#### NCDEX -September Contract

Chana charts shows long dark candle, indicating higher selling in the market. Prices closed well below the EMAs and MACD is running downwards in the negative territory, which supports the bears. RSI is also heading downwards but Stochastic is moving slightly upwards indicating range bound trade in the market. The prices are likely to trade slightly bearish after firm opening.



### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2259	2244	2274	2297	2320
NCDEX Sept	2252	2230	2274	2308	2320

### Trade Recommendation:

**SELL** MCX September Chana below 2278 with target of 2267 and then 2258; put stop loss at 2284.

**SELL** NCDEX September Chana below 2278 with target of 2264 and then 2252; put stop loss at 2285.

### Spot Market Prices of Chana

(Rs/qty)

Origin/Grade	Center	03.08.07	02.08.07	Change
Rajasthan Desi	Delhi	2310	2300	+10
MP Desi	Delhi	2275	2250	+25
Kantewala	Indore	2325	2350	-25
Desi	Kanpur	2320	2290	+30
Mixed	Akola	2360	Closed	-
Chapa	Akola	2400	Closed	-
Gauran	Latur	2400	2350	+50
Annagiri	Latur	2600	2600	-
G-12	Latur	2500	2450	+50
Mixed	Latur	2450	2450	-
Gauran	Jalna	2250	2275	-25
Pila	Jalna	2400	2350	+50
Desi	Bikaner	2100	2135	-35

## TUR

### SPOT MARKET

A steady sentiment was witnessed in Tur spot markets on Friday with marginal gains or losses in some centres. The Prices of Burmese Lemon Tur increased by Rs.25 due to lower arrivals in the market whereas prices eased by Rs.25-50 in Latur and Indore due to expected correction in the market. 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 days due to lower arrivals and good demand in the market.

#### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	03.08.07	02.08.07	Change
Burmese Lemon (New)	Mumbai	Closed	2461	-
Burmese Lemon (New)	Delhi	2525	2500	+25
Maharastra tur	Delhi	NA	NA	-
Karnataka tur	Delhi	NA	NA	-
Red tur (New)	Gulbarga	Closed	Closed	-
Fatka Dall	Gulbarga	Closed	Closed	-
Red Tur	Latur	2650	2650	-
White Tur	Latur	2650	2700	-50
Red	Jalna	2400-2500	2400-2500	-
White	Jalna	2500-2600	2500-2600	-
Red Tur	Indore	2575	2600	-25
Vidharpatta	Akola	2640	Closed	-
Marathwada	Akola	2630	Closed	-
Red Tur	Vijaywada	2511	2511	-

## **OTHERS MOONG**

Moong markets remained steady on Friday. Only the prices of Pedishewa Moong in Delhi increased by Rs.50 due to lower arrivals 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 week in coming days due to lower demand and expected increase in arrivals.

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

Origin/Grade	Center	03.08.07	02.08.07
Pedishewa	Mumbai	Closed	2751
Pedishewa	Delhi	2900	2850
Desi	Indore	2500	2600
Desi	Kanpur	2250	2250
Chamki	Jalna	2500	2500
Chamki	Akola	2300	Closed

## **FIELD PEAS**

Peas market remained almost standstill as Mumbai market remained closed on Friday due to heavy rain. Prices increased in Kanpur market by Rs.15 due to higher enquiry in the market. 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 reach by September. 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/qty)**

Center	Variety	03.08.07	02.08.07
Mumbai	White.Can	Closed	1671
Mumbai	White American	Closed	1700
Mumbai	Green Can	Closed	1501-1561
Mumbai	Green American	Closed	1550-1650
Kanpur	Desi	1915	1900

## **MASOOR**

A steady to slightly firm sentiment was observed in Masoor spot market on Friday. Prices increased by Rs.5-10 in Indore and Kanpur market due to higher enquiry 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 with slight bearish inclination due to sluggish demand in the market.

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

Center	03.08.07	02.08.07
Delhi-MP/kota Line	2875	2875
Delhi- UP/Sikri	3125	3125
Kanpur local mill delivery	2925	2920
Kanpur new- Bareilly Delivery	3040	3030
Kanpur- new Malka Dal	3200	3200
Indore- Masra	2830	2830
Indore- Masoor New	2820	2810
Indore- Medium New	2675	2675

## 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 27<sup>th</sup> July to discharge 26,666 tonnes bulk peas.

### FOREX (03.08.07)

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

### 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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