

## PULSES DAILY

August 07, 2007

### URAD

#### SPOT MARKET

A bearish sentiment was observed in Urad spot market on Monday amidst the steady arrivals in the market. Prices eased in Mumbai and Akola market by Rs.20-25 due to lower enquiry in the market, whereas it dipped by Rs.100-150 in Jalna and Indore market due to lower buying interest 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 piling 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	06.08.07	04.08.07	Change
Burma Faq	Mumbai	2391	2411	-20
Burma Faq	Delhi	Closed	2500	-
Desi (UP)	Delhi	Closed	NA	-
Desi (MH)	Delhi	Closed	2200-2550	-
Desi (new Crop)	Akola	2375	2400	-25
Desi (New Crop)	Latur	2400	2400	-
Desi (New Crop)	Jalna	2300	2400	-100
Desi (New Crop)	Indore	2400	2550	-150
Desi (New Crop)	Vijaywada	2690	2650	+40
Desi (New Crop)	Kanpur	2300	2300	-

## CHANA

### SPOT MARKET

A sign of price reversal was experienced in Chana spot market on Monday though arrivals in the market were higher. The arrivals in Delhi market were 30-35 motors against the previous day's arrivals of 15-20 motors, whereas 800 bags of arrivals were witnessed in Bikaner market compare to 100 bags arrivals of previous day. Prices increased by Rs.25-40 in Delhi, Indore and Kanpur due to higher demand in the market, whereas Chapa Chana in Akola went up by Rs.80 due to higher demand and slight lower arrivals. But prices eased by Rs.50 in Latur due to lower demand in the market. The millers are gradually taking interest over buying in the market as the festival season is approaching. Though the deterioration in quality (dank) is the major concern in the spot market, which is pulling down the prices. But, due to some higher demand in the market, prices are expected to remain steady to slightly firm in coming days.

### Futures Market Commentary

Chana futures at NCDEX opened firm on Monday. The most active September contract opened at Rs.2310 per quintal against the previous close of Rs.2304 per quintal. But, initially on increased selling in the market, prices experienced a low of Rs.2282 per quintal. But, increased buying at lower level pulled the prices up and tested a high of Rs.2315 per quintal, which finally terminated with bullish tone. MCX September Chana also traded slightly firm in the range of Rs 2310-2283 per quintal before settling at Rs 2306 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

Chana charts shows thin hollow candle with long lower shadow, indicating buying at lower level. Prices closed just below the 9 day's EMA. MACD is also approaching upwards very slowly. But both the oscillators are indicating bullish momentum over medium term as both are running upwards. Prices are expected to remain slightly firm after steady to slightly weak opening.



### Support / Resistances:

Contract	S1	S2	PCP	R1	R2
MCX August	2290	2275	2306	2348	2360
NCDEX Sept	2298	2274	2315	2362	2376

### Trade Recommendation:

**BUY** MCX September Chana above 2305 with target of 2318 and then 2331; put stop loss at 2298.

**BUY** NCDEX September Chana above 2314 with target of 2328 and then 2342; put stop loss at 2307.

### Spot Market Prices of Chana

Origin/Grade	Center	06.08.07	04.08.07	(Rs/qty) Change
Rajasthan Desi	Delhi	2300	2275	+25
MP Desi	Delhi	2250	2225	+25
Kantewala	Indore	2325	2300	+25
Desi	Kanpur	2300	2260	+40
Mixed	Akola	2375	2375	-
Chapa	Akola	2430	2350	+80
Gauran	Latur	2400	2400	-
Annagiri	Latur	2550	2600	-50
G-12	Latur	2450	2500	-50
Mixed	Latur	2450	2450	-
Gauran	Jalna	2250	2250	-
Pila	Jalna	2350	2350	-
Desi	Bikaner	2110	2100	+10

## TUR

### SPOT MARKET

Tur spot markets remained almost steady on Monday with marginal gains or losses in some centres. The prices eased by Rs.20-25 in Mumbai and Latur due to lower enquiry in the market whereas prices increased by Rs.50 in Indore due to lower arrivals coupled with higher 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 to slightly firm in coming days due to shortage of arrivals in the market.

#### Spot Market Prices of Tur

(Rs/qtl)

Origin/Grade	Center	06.08.07	04.08.07	Change
Burmese Lemon (New)	Mumbai	2411	2431	-20
Burmese Lemon (New)	Delhi	Closed	2525	-
Maharastra tur	Delhi	Closed	2500-2650	-
Karnataka tur	Delhi	Closed	2800	-
Red tur (New)	Gulbarga	Closed	Closed	-
Fatka Dall	Gulbarga	Closed	Closed	-
Red Tur	Latur	2625	2650	-25
White Tur	Latur	2650	2650	-
Red	Jalna	2400-2500	2400-2500	-
White	Jalna	2500-2600	2500-2600	-
Red Tur	Indore	2600	2550	+50
Vidharpatta	Akola	2560	2560	-
Marathwada	Akola	2550	2540	+10
Red Tur	Vijaywada	2500	2500	-

## **OTHERS MOONG**

Moong markets remained bearish on Monday. Prices eased by Rs.25 in Mumbai and Akola market due to lower demand, whereas prices dipped by Rs.100-150 in Jalna and Indore market due to lower buying interest coupled with higher arrivals in the market. 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/qtl)**

Origin/Grade	Center	06.08.07	04.08.07
Pedishewa	Mumbai	2701	2701
Pedishewa	Delhi	Closed	2900
Kenya	Mumbai	2225	2250
Desi	Indore	2350	2500
Desi	Kanpur	2200	2200
Chamki	Jalna	2300	2400
Chamki	Akola	2275	2300

## **FIELD PEAS**

Peas market remained almost unchanged on Monday. Only the prices of Green Canadian Peas increased by Rs.50 due to higher demand in the market. 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/qtl)**

Center	Variety	06.08.07	04.08.07
Mumbai	White.Can	1671	1671
Mumbai	White American	1700	1700
Mumbai	Green Can	1511-1611	1501-1551
Mumbai	Green American	1550-1650	1550-1650
Kanpur	Desi	1900	1900

## **MASOOR**

A steady to slightly firm sentiment was witnessed in Masoor spot market on Monday. Prices increased by Rs.10-30 in all the market due to slight 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 due to sluggish demand in the market.

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

Center	06.08.07	04.08.07
Delhi-MP/kota Line	2875	2865
Delhi- UP/Sikri	3100	3100
Kanpur local mill delivery	2910	2900
Kanpur new- Bareilly Delivery	3020	3025
Kanpur- new Malka Dal	3200	3200
Indore- Masra	2820	2810
Indore- Masoor New	2810	2800
Indore- Medium New	2680	2650

## 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 (06.08.07)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.41
European Union	Euro	55.94
Japan	100 Yen	33.39
United Kingdom	GBP	82.70

### 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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