

## PULSES

Oct 13-Oct 20, 2007

### Highlights

#### Spot Markets

- PEC invited bids to sell 2,454 tonnes of imported pulses.
- Distribution of Rabi seeds started for flood affected farmers in Assam.

### Highlights

#### Futures Market

- 6,620 MT Chana was delivered for the NCDEX September contract
- NCDEX and MCX combined stock of Chana is lower at 10,362 MT

## Fundamentals

### URAD:

Urad spot market remained firm during the week on higher demand and diminishing arrivals in the market. Farmers are now more engaged in land preparation and sowing of Rabi crops, which is affecting the arrivals in the market. Deterioration in quality (off-coloured) is also reported in some centres, which pushed the prices at the end of the week. Arrivals decreased to 5000-6000 bags from 10000 bags earlier in Latur. Prices of FAQ Urad in Delhi and Mumbai market remained firm at Rs.2450-2400 per quintal and Rs.2360-2310 per quintal respectively. Prices also firm in Jalna and Akola. Meanwhile, to improve the arrivals during festive season, PEC invited quotations to sell 548 tonnes Urad. But, prices are expected to remain range bound with firm inclination due to better demand in the market

#### Urad Prices in Delhi and Mumbai (Rs/qrt.)

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
15.10.07	2400	2311
16.10.07	2410	2371
17.10.07	2450	2361
18.10.07	2430	2350
19.10.07	2420	2321
20.10.07	2375	2321

#### Urad Prices in secondary markets

QUALITY	20.10.07	13.10.07
Akola	2300	2425
Indore	2450	2500
Jalna	1500-2250	1900-2350

#### International Price Offer For Urad, FAQ, SQ New: \$/MT CNF (Mumbai/ Chennai)

Date	F A Q (Mumbai)	S Q (Mumbai)
13.10.07	590	640-650
20.10.07	590	640

### TUR:

Firm sentiment continued in Tur spot markets during the week due to higher festive demand coupled with tight supply situation across the country. The prices of Burmese Lemon Tur in Delhi and Mumbai markets traded higher at Rs.2825-2775 per quintal and Rs.2650-2575 per quintal respectively. Firm sentiment was also observed in Latur, Jalna and Akola markets. Meanwhile, PEC invited bids to sell 695 tonnes Tur. But, the arrivals from fresh crop will start to reach market by end November to December. Thus, prices are expected to remain range bound with positive bias due to lack of supply in the market

#### Tur Prices at Delhi / Mumbai (Rs/qrt.):

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
15.10.07	2825	2625
16.10.07	2825	2651
17.10.07	2775	2621
18.10.07	2725	2575
19.10.07	2650	2551
20.10.07	2700	2581

#### Tur Prices in secondary markets

Centres and Grade	20.10.07	13.10.07
Gulbarga - Red Tur	Closed	Closed
Latur Red tur (Mh Line)	3000	3000
Latur White tur (Mh Line)	NA	3000
Jalna Red	2700-2800	2700-2800
Jalna White	2700-2800	2750-2850
Jalna BDM	2800	2850
Akola Red Vidharbha Line	2750	2810

**International Price for Tur USD/MT CNF (Mumbai) 90 Days**

DATE	Burmese FAQ new	Burmese ( Lemon Tur, Weeviled 15%)
13.10.07	NA	580
20.10.07	NA	570-580

**MOONG:**

A firm sentiment was witnessed in Moong spot markets during the week due to higher festive demand and diminishing arrivals from the fresh crops as farmers are more busy with land preparation and sowing of Rabi crops. Prices of Pedishewa Moong in Mumbai, Maharashtra Popat in Delhi and Chamki in Indore moved around Rs.2520-2500 per quintal and Rs.2600-2550 per quintal and Rs.2450-2350 per quintal respectively. Prices are expected to remain steady to slightly firm on better demand in the market, though PEC invited bids to sell 954 tonnes of Moong to improve the arrivals in the market.

**Latest prices in Delhi (Rs/qt.)**

Date	Pedishewa(Delhi)	Indore
13.10.07	NA	2350
20.10.07	NA	2400

**Prices at Secondary Centres (Rs/qt)**

Centres	20.10.07	13.10.07
Latur	2250	2200
Jalna	2100-2500	2200-2600
Akola	2300	2375
Kanpur	2300	2250
Indore	2400	2350

**International Price Offer for Moong USD/MT CNF (Mumbai)**

Date	Burmese Annashewa	Burmese Pedishwa
13.10.07	550	NA
20.10.07	540-550	NA

**CHICKPEAS:**

A firm sentiment was witnessed in Chana spot markets during the week starting from 15th October. Due to higher demand prices went up sharply, which softened little bit at the end of the week due to little correction in the market. The average prices of Rajasthan origin Chana in Delhi market were higher at Rs.2430-2425 per quintal whereas, in Bikaner market, average prices moved around higher at Rs.2250-2240 per quintal. Prices also remained firm in Indore and Akola. The average arrivals in Delhi and Bikaner markets were slightly lower at 45-50 motors, and 200-225 bags respectively. Meanwhile, PEC invited quotations to sell 118.9 tonnes Kabuli Chickpea along with other pulses. Moreover, almost 1,15,000 tonnes of Peas has reached in Mumbai and Kolkata port on 16th and 17th October and it is cheap alternative to Chana. Prices are expected to remain steady to slightly firm over medium term due to higher demand during 'Deepawali', but in the short run market may

remain range bound with slight weak bias due to possible upper correction and expected arrivals from warehouses.

**Desi Chickpea Price Change in Delhi and Indore (Rs/qt.)**

Date	Delhi (Rajasthan)	Indore (Kantewala)
15.10.07	2440	2475
16.10.07	2440	2480
17.10.07	2435	2475
18.10.07	2400	2450
19.10.07	2410	2460
20.10.07	2400	2450

**Prices in Mandis of Maharashtra/ UP/ Karnataka**

Centres	20.10.07	13.10.07
Bikaner (Desi)	2250	2225
Latur (Gauran)	2300	2300
Latur (Annagiri)	2450	2450
Latur (G-12)	2400	2400
Jalna (Gauran)	2400	2350
Jalna (Pila)	2500	2450
Akola (Mixed) motor cut	2475	2400
Akola new (Chapa) motor cut	2550	2475
Kanpur (mandi rates)	2440	2425

**MASOOR:**

A firm sentiment was witnessed in Masoor spot market during the week across the board due to higher festive demand from the eastern part of the country. Due to off season, supply status is also very poor in the market. The prices in Delhi, Indore and Kanpur market remained firm at Rs.2950-2900 per quintal, Rs.2960-2925 per quintal and Rs.3100-3025 per quintal respectively. PEC invited quotations to sell 138.57 tonnes of Red Lentil. But, prices are expected to prevail at higher level due to better demand in the market.

**Prices in UP/ Indore (Rs/qtl.)**

Date	Kanpur	Indore
15.10.07	3025	2900
16.10.07	3100	2940
17.10.07	3100	2930
18.10.07	3050	2920
19.10.07	3040	2900
20.10.07	3025	2900

**FIELD PEAS:**

On higher demand in the market, Peas spot markets remained firm during the week. Prices of White Canadian Peas in Mumbai and Desi Peas in Kanpur remained firm at Rs.1750-1650 per quintal and Rs.1950-1875 per quintal respectively. Recent upward movement of Chana prices also exerting pressure on Peas prices as Peas is an

alternative to Chana. Meanwhile, almost 1,15,000 tonnes of Peas has reached in Mumbai and Kolkata port during the week. Thus, prices are expected to soften little bit in the coming week due to better arrivals and possible upper correction in the market.

#### Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
13.10.07	1840	1620
20.10.07	1950	1780

#### NEWS

##### PEC Invited Bids to Sell 2,454 tonnes of Imported Pulses

PEC invited bids to sell 2,454 tonnes of imported pulses in the domestic market to improve the supply situation during festival season. PEC invited quotations for 548 tonnes Urad, 695 tonnes Tur, 954 tonnes Moong, 118.9 tonnes Kabuli Chickpea and 138.57 tonnes of Red Lentil. Minimum bids quantity will be of 100 tonnes and for Moong FAQ minimum bids quantity will be 300 tonnes.

##### Distribution of Rabi Seeds Started for Flood Affected Farmers in Assam

The State Agriculture Department has commenced the implementation of the Rabi programme for flood-affected farmers in Assam. Under the programme, seeds of Urad, Moong, Pea, Lentil and Rajma along with other Rabi crops will be provided to the flood affected farmers. According to sources, distribution of seeds of some of the crops had already started, while some would be started soon. Lentil seeds will be distributed between 15th October to 7th November.

##### Haryana Agriculture Minister Argued for Inclusion of More Districts of Haryana under NFSM

Haryana Agriculture Minister, Mr. Harmohinder Singh Chatha argued for inclusion of Mahendergarh district under National Food Security Mission on Pulses. According to him, Gram is the main crop under Rabi pulses in the state but only five districts had been selected for pulse crop under the Mission.

#### Futures Market (NCDEX)

##### Chana

Chana futures prices moved mainly sideways during the week. Major rise in prices on Monday followed by heavy profit booking on Tuesday are the main features during the week. The near month NCDEX November contract traded in the range of Rs.2444-2378 per quintal. The MCX November contract traded in the range of Rs.2438-2386 per quintal. During the period, Volumes decreased marginally, while Open Interest decreased significantly.

#### PRICE DRIVERS:

- Overall higher demand due to ongoing festival season.
- Arrivals of almost 1,15,000 tonnes of Peas in Mumbai and Kolkata port
- Firm sentiment in all other pulses.
- Quotations for Australian Chickpea are still at higher level at \$590-\$600
- The quotations of Tanzania Yellow Gram is higher at \$560-\$565
- Delay in shipment of pulses from Myanmar due to political turmoil in that country.
- The MCX and NCDEX combined stock is lower at 10,362 tonnes.

#### OUTLOOK:

**Short Term (One Week):** Range bound with slightly weak bias due to expected arrivals from warehouses.

**Medium Term (One Month):** Steady to firm on higher demand

**Long Term (Three Months):** Bullish on off-season premiums

##### Chana (MCX November Contract)

Support-1	2369	Support-2	2353
Resistance-1	2451	Resistance-2	2462
<b>Strategy</b>	Sell on rallies.		

##### Chana (NCDEX November Contract)

Support-1	2352	Support-2	2331
Resistance-1	2451	Resistance-2	2478
<b>Strategy</b>	Sell on rallies.		

#### Forex as on 20.10.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	39.73
European Union	Euro	56.87
Japan	100 Yen	34.60
United Kingdom	GBP	81.41

#### Latest Vessel Position

Vessel Kryton is expected to arrive Kolkata port on 17th Oct, 07 to offload 29,000 tonnes Peas. Vessel Shangor is expected to reach Kolkata port on 17.10.07 to offload 31,750 tonnes of Peas. Vessel Maritime Setushio (OD)-VI reached Mumbai port to discharge 54,263 tonnes Peas in Bulk.

#### **Weather Outlook for the Week Ending On 24<sup>th</sup> Oct, 2007**

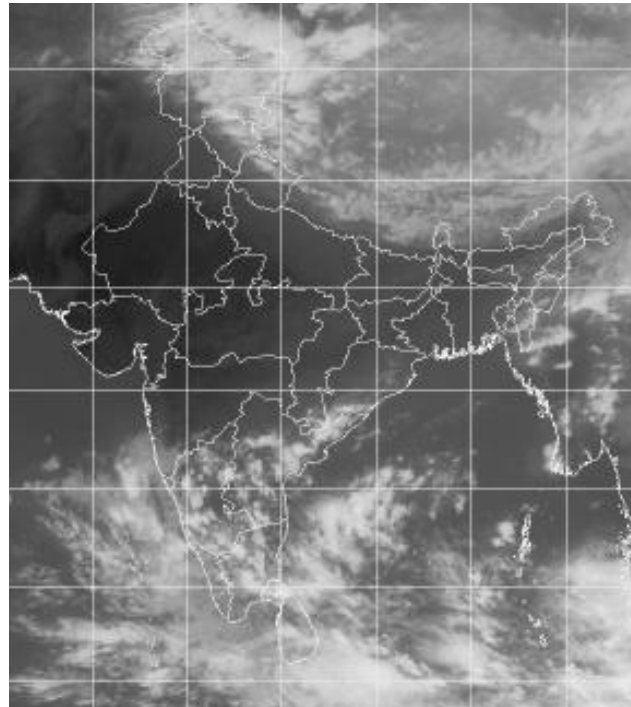
- Southwest monsoon is likely to withdraw from northeastern States and the remaining parts of East & Central India and Maharashtra during middle of the week.
- Northeast Monsoon rain is likely to commence over Tamil Nadu and adjoining states during second half of the week.

#### **Crop -Weather Impact**

Commodity	States	Crop Stage	Impact
<b>Urad</b> (Kharif)	Haryana, Punjab, AP, MP	Maturity/harvesting	Expected dry weather will be helpful
	TN, Assam	Sowing/vegetative	Expected rainfall will be helpful
<b>Moong</b> (Kharif)	Haryana, Punjab, Maharashtra, AP	maturity/harvesting	Expected dry weather will be helpful
	TN, Assam	Vegetative	Expected rainfall will be helpful
<b>Tur</b> (Kharif)	Punjab, TN	Sowing	Irrigation needed in dry areas
	WB, Assam, Haryana, Orissa and Bihar	Vegetative	Irrigation needed in dry areas

#### **Weather Map**

**20.10.2007**



**Source-IMD**

## International Highlight

### India's Import Matrix for Burmese Pulses (Tonnes)

Pulses	April, 2007
Black Matpe	1,86,467
Mung beans	8,071
Tur whole	17,619
Butter Bean	94
Others	9,893
Total	2,22,144

Other category includes kidney, bamboo, black eye, sultani, gram, chickpea and brown beans

USDA

### Monthly Total Exports of Burma (qty. in tonnes)

Months	2005	2006	2007
January	37,528	57,603	68,006
February	51,171	78,276	81,386
March	71,433	127,220	151,743
April	56,153	98,757	233,490
May	62,878	124,795	
June	92,430	125,766	
July	64,063	101,574	
August	75,578	136,018	
September	44,082	153,301	
October	46,235	60,636	
November	35,959	67,724	
December	32,159	55,746	
Total	667,869	1,187,416	534,625

(Source: Commerce Ministry, Myanmar)

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