

## PULSES

Sept 22- Sept 29, 2007

### Highlights

#### Spot Markets

- Acreage of Kharif Pulses Increased by 10.9 lakh ha Against Last Year
- Delay in Shipment of Pulses from Myanmar due to recent political turmoil in Myanmar

### Highlights

#### Futures Market

- 6,620 MT Chana was delivered for the NCDEX September contract
- NCDEX and MCX combined stock of Chana reached more than 16,067 MT

## Fundamentals

### URAD:

Urad spot market remained steady to slightly firm during the week on better demand. Rains in central and western part of the country damages the standing crop little bit, which also pushed the prices slightly. Prices of FAQ Urad in Delhi and Mumbai market remained firm at Rs.2325-2250 per quintal and Rs.2260-2250 per quintal respectively. Prices were also remained steady in Latur, Jalna and Akola on higher arrivals amidst the better demand. Meanwhile, PEC invited bids to sell 300 tonnes of Urad, while NAFED also invited quotations to sell Black Matpe. But, prices are expected to remain steady to slightly firm in coming days due to increased buying from stockists and millers.

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

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
24.09.07	2275	2261
25.09.07	2251	Closed
26.09.07	2250	2251
27.09.07	2325	2251
28.09.07	2325	2225
29.09.07	2310	2221

#### Urad Prices in secondary markets

QUALITY	29.09.07	22.09.07
Akola	2250	2235
Indore	2300	2300
Jalna	1800-2250	1800-2250

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

Date	F A Q (Mumbai)	S Q (Mumbai)
22.09.07	550-570	600
29.09.07	560-570	620-630

### TUR:

A firm sentiment was witnessed in Tur spot market during the week on higher demand in the market. The prices of Burmese Lemon Tur in Delhi and Mumbai market traded slightly higher at Rs.2550-2475 per quintal and Rs.2450-2380 per quintal respectively. The prices were also in uptrend in Latur, Jalna and Akola market. Meanwhile, to improve the supply situation PEC invited bids to sell 200 tonnes of imported Tur in domestic market, whereas NAFED also invited bids to sell Whole Tur. But, prices are likely to remain range bound with positive inclination due to increasing demand in the market.

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

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
24.09.07	2475	2381
25.09.07	2475	Closed
26.09.07	2500	2351
27.09.07	2550	2450
28.09.07	2550	2450
29.09.07	2600	2501

#### Tur Prices in secondary markets

Centres and Grade	29.09.07	22.09.07
Gulbarga - Red Tur	2900	2600
Latur Red tur (Mh Line)	2825	2600
Latur White tur (Mh Line)	2825	2600
Jalna Red	2500-2600	2400-2500
Jalna White	2600-2700	2450-2550
Jalna BDM	2700	2550
Akola Red Vidharbha Line	2660	2500

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

DATE	Burmese FAQ new	Burmese ( Lemon Tur, Weeviled 15%)
22.09.07	NA	NA
29.09.07	540	560

**MOONG:**

A firm sentiment was witnessed in Moong spot markets during the week due to better demand amidst the higher arrivals as arrivals increased to 1500-2000 bags in Indore. Recent rains in western and central India during maturity and harvesting damage the crop a bit, which also pushed the prices slightly up. Prices of Pedishewa Moong in Mumbai and MP line in Indore remained firm at Rs.2450-2375 per quintal and Rs.2250 per quintal respectively, whereas prices were steady at Rs.2425-2400 per quintal in Delhi. Meanwhile, PEC invited bids to sell 1,300 tonnes of imported Moong. But, on higher demand from the stockists and millers, prices are expected to remain steady to slightly firm.

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

Date	Pedishewa(Delhi)	Indore
22.09.07	2400	2250
29.09.07	2425	2250

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

Centres	29.09.07	22.09.07
Latur	2350	2250
Jalna	2000-2600	1900-2350
Akola	2225	2300
Kanpur	2225	2100
Indore	2250	2250

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

Date	Burmese Annashewa	Burmese Pedishwa
22.09.07	500-550	NA
29.09.07	550	NA

**CHICKPEAS:**

A steady to slight firm sentiment was observed in Chana spot markets during the week starting from 24th September. Steady increase in demand for the commodity in ongoing festival season pushed the prices up in most of the market. The average prices of Rajasthan origin Chana in Delhi market remained higher at Rs.2325-2320 per quintal whereas, average prices quoted higher at Rs.2140-2130 per quintal in Bikaner. Prices also remained steady to firm in Indore, Latur, and Akola due to higher demand in the market. Average arrivals in Delhi and Bikaner market were slightly higher at 40-45 motors and 200-250 bags arrivals respectively. Due to invitation of sell tenders of 1.5 lakh tonnes of alternate commodity (Peas) by PSUs in last couple of week may restrict the upside movement of the prices over medium term. But, according to trade sources, the quotations of Australian Chickpeas is still at higher level at \$580-\$600 due to higher demand from Pakistan, Bangladesh and Gulf countries. Thus, prices are expected

to trade steady to slightly firm in coming days due to higher demand in the market.

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

Date	Delhi (Rajasthan)	Indore (Kantewala)
24.09.07	2325	2330
25.09.07	2315	Closed
26.09.07	2310	2320
27.09.07	2325	2350
28.09.07	2335	2350
29.09.07	2340	2340

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

Centres	29.09.07	22.09.07
Bikaner (Desi)	2175	2125
Latur (Gauran)	2350	2425
Latur (Annagiri)	2450	2500
Latur (G-12)	2400	2450
Jalna (Gauran)	2300	2300
Jalna (Pila)	2400	2300
Akola (Mixed) motor cut	2375	2400
Akola new (Chapa) motor cut	2440	2450
Kanpur (mandi rates)	2390	2380

**MASOOR:**

Masoor spot market remained firm during the week due to better local demand and increasing demand from the eastern part of the country. The prices in Delhi, Indore and Kanpur market were higher at Rs.2750 per quintal, Rs.2790-2750 per quintal and Rs.2900-2880 per quintal respectively. But, recent heavy downpour in eastern parts may affect transportation and easy communication, which may affect the demand. But, presently, the prices are expected to remain range bound with positive bias on increasing demand.

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

Date	Kanpur	Indore
24.09.07	2880	2790
25.09.07	2880	Closed
26.09.07	2880	2750
27.09.07	2900	2760
28.09.07	2900	2780
29.09.07	2925	2780

**FIELD PEAS:**

A slight weak sentiment was observed in Peas spot market during the week due to the invitation of tenders by four PSUs to sell more than 1.5 lakh tonnes of imported Peas in the market during last couple of weeks. Prices of White Canadian Peas in Mumbai and Desi Peas in Kanpur remained steady to slightly weak at Rs.1600-1590 per

quintal and Rs.1880-1860 per quintal respectively. Prices are expected to remain range bound with weak bias due to expected increase in arrivals of imported commodity in the market.

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

Offers	Kanpur New	Mumbai Peas(WC)
22.09.07	1870	1591
29.09.07	1850	1591

#### NEWS

#### Acreage of Kharif Pulses Increased by 10.9 lakh ha Against Last Year

According to news sources, Up to 14th September Kharif pulses acreage increased to 121.25 lakh hectares against the last year's acreage of 110.35 lakh hectares during the same period. The acreage of Tur was higher at 38.10 lakh hectares against the last year's acreage of 35.71 lakh hectares, whereas Urad acreage was 27.09 lakh hectares compare to last year's 24.17 lakh hectares. The acreage of Moong on September 14, increased to 31.33 lakh hectares against the last year's acreage of 24.27 lakh hectares.

#### Delay in Shipment of Pulses from Myanmar

The recent political turmoil in Myanmar is delaying the shipment of pulses to India. India is the largest importer of Burmese pulses. India imports approximately 0.7 million to 1 million tonnes pulses from Myanmar every year. The shipments are being delayed due to container loading-unloading problem in result of political disturbances in Myanmar. It has some bearings on the little prices hike in pulses in India in these days.

#### Dubai Commodity Exchange Will Launch Pulse Future Contract Next Year

The Dubai Gold and Commodities Exchange (DGCX) is going to launch Pulses futures contract within first three months of 2008 as per industry sources. Futures trading would include Yellow Peas, Chickpeas, Pigeon Peas, Black Matpe Beans and Red Lentils and contract size would be 10 tonnes. It will mostly be settled on paper, but could allow physical delivery to warehouses at international ports.

#### Futures Market (NCDEX)

##### Chana

A firm sentiment was observed in Chana futures during the week. Prices increased steadily with marginal profit bookings in couple of odd days. The near month NCDEX October contract traded in the range of Rs.2348-2265 per quintal. The MCX October contract traded in the range of Rs.2338-2270 per quintal. During the period, Volumes and Open Interest increased significantly.

#### PRICE DRIVERS:

- Increasing demand for ongoing festival season.
- Invitation of sell tenders of 1.5 lakh tonnes of imported Peas by PSUs.
- Kharif pulses production would be higher by 0.77 million tonnes this season
- Quotations for Australian Chickpea are still at higher level at \$580-\$600 due to higher demand from Pakistan, Bangladesh and Gulf countries.
- Delay in shipment of Pulses in Myanmar due to recent political turmoil.
- The MCX and NCDEX combined stock moderate at 16,067 tonnes

#### OUTLOOK:

**Short Term (One Week):** Steady to slightly firm in coming week on better demand.

**Medium Term (One Month):** Range bound with firm inclination on festival demand.

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

#### Chana (MCX November Contract)

Support-1	2262	Support-2	2240
Resistance-1	2369	Resistance-2	2410
<b>Strategy</b>	Buy on dips.		

#### Chana (NCDEX November Contract)

Support-1	2276	Support-2	2242
Resistance-1	2381	Resistance-2	2414
<b>Strategy</b>	Buy on dips.		

### Forex as on 29.09.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	39.85
European Union	Euro	56.30
Japan	100 Yen	34.48
United Kingdom	GBP	80.34

### Latest Vessel Position

Vessel Volme (OD)-VI is reached Mumbai port on 17th Sept, 07 to offload 51,349 tonnes Peas in bulk.

### **Weather Outlook for the Week Ending On 26<sup>th</sup> Sept, 2007**

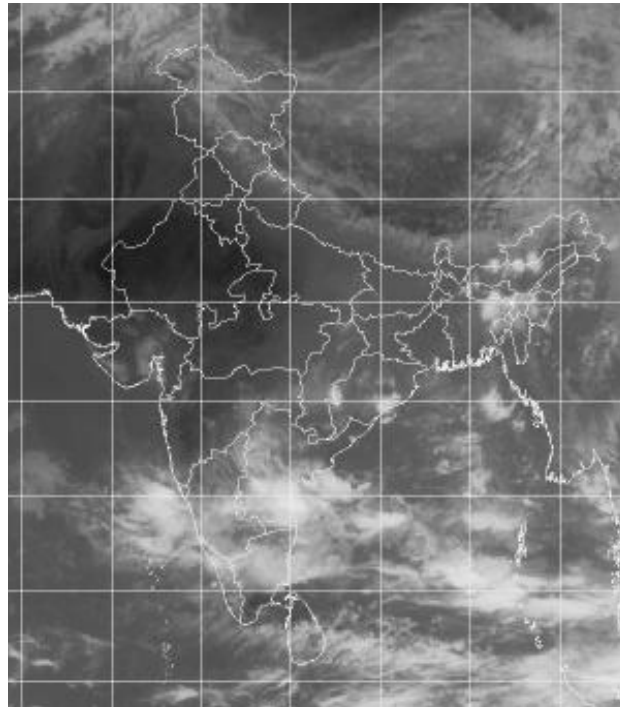
- Scattered to fairly widespread rainfall activity is likely over east and adjoining central India during first half of the week and decrease thereafter.
- Withdrawal of southwest monsoon is likely to commence from parts of Rajasthan and northwest India during first half of the week.

### **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**

**29.09.2007**



**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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