

PULSES

Oct 06-Oct 13, 2007

Highlights

Spot Markets

- STC invited bids to sell 38,500 tonnes of imported yellow peas
- Government increased the MSP of Chana and Masoor for 2007-2008 season
- ASSOCHAM fears of further rise of pulses prices by 15-20 per cent

Highlights

Futures Market

- 6,620 MT Chana was delivered for the NCDEX September contract
- NCDEX and MCX combined stock of Chana is lower at 10,886 MT

Fundamentals

URAD:

A steady to firm sentiment was observed in Urad spot market during the week. Prices increased at the second half of the week due to better demand coupled with little decrease in arrivals from fresh crop. Arrivals decreased to 1500 bags from 5000 bags last week in Jalna. Prices of FAQ Urad in Delhi and Mumbai market remained steady to firm at Rs.2375-2300 per quintal and Rs.2280-2175 per quintal respectively. Prices remained steady in Latur and slightly firm in Jalna and Akola. Meanwhile, STC plans to sell 4,000 tonnes of Black Matpe Whole of Myanmar origin. But, prices are expected to remain steady to slightly firm on diminishing arrivals and better demand in the market.

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

Date	Burma FAQ (Delhi)	Burma spot FAQ (Mumbai)
08.10.07	2300	2175
09.10.07	2325	2175
10.10.07	2300	2231
11.10.07	2375	2251
12.10.07	2370	2271
13.10.07	2375	2281

Urad Prices in secondary markets

QUALITY	13.10.07	06.10.07
Akola	2425	2200
Indore	2500	2275
Jalna	1900-2350	1500-2000

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

Date	F A Q (Mumbai)	S Q (Mumbai)
06.10.07	560-570	625
13.10.07	590	640-650

TUR:

Tur spot markets remained firm during the week on tight supply in the market due to off-season and delay in shipment from Myanmar. The prices of Burmese Lemon Tur in Delhi and Mumbai markets traded higher at Rs.2775-2685 per quintal and Rs.2580-2510 per quintal respectively. The steady to firm sentiment was also witnessed in Latur, Jalna and Akola markets. Meanwhile, to improve the short supply in the domestic market, STC invited quotations to sell 200 tonnes of Lemon Tur Whole. But, it would not be sufficient to check the recent uptrend of spot prices in the coming week.

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

Date	Burma Spot Delhi	Burma Spot Mumbai (New)
08.10.07	2700	2521
09.10.07	2685	2521
10.10.07	2710	2511
11.10.07	2725	2521
12.10.07	2730	2561
13.10.07	2775	2581

Tur Prices in secondary markets

Centres and Grade	13.10.07	06.10.07
Gulbarga - Red Tur	Closed	2850
Latur Red tur (Mh Line)	3000	2800
Latur White tur (Mh Line)	3000	2750
Jalna Red	2700-2800	2500-2600
Jalna White	2750-2850	2550-2650
Jalna BDM	2850	2650
Akola Red Vidharbha Line	2810	2670

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

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

MOONG:

A range bound movement was witnessed in Moong spot markets during the week. But prices soared up at the end of the week on higher festive demand coupled with shortage in the pipeline due to delay in shipment from Myanmar. Prices of Pedishewa Moong in Mumbai and Delhi and Chamki in Indore moved around Rs.2450-2375 per quintal and Rs.2425-2400 per quintal and Rs.2350-2150 per quintal respectively. Meanwhile, STC plans to sell 3,000 tonnes of Green Moong. But, prices are expected to remain steady to slightly firm on better demand in the market.

Latest prices in Delhi (Rs/qt.)

Date	Pedishewa(Delhi)	Indore
06.10.07	2425	2150
13.10.07	NA	2350

Prices at Secondary Centres (Rs/qt)

Centres	13.10.07	06.10.07
Latur	2200	2250
Jalna	2200-2600	2000-2500
Akola	2375	2125
Kanpur	2250	2200
Indore	2350	2150

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

Date	Burmese Annashewa	Burmese Pedishwa
06.10.07	540-550	NA
13.10.07	550	NA

CHICKPEAS:

Higher festive demand and shortage of the commodity in the pipeline made the Chana spot markets firm during the week starting from 8th October. The average arrivals in Delhi market were higher at 55-60 motors, whereas arrivals were slightly lower at 250-300 bags in Bikaner. The average prices of Rajasthan origin Chana in Delhi market quoted higher at Rs.2390-2385 per quintal whereas, average prices moved around higher at Rs.2210-2200 per quintal in Bikaner. Prices remained firm in Indore and Akola whereas it was steady in Latur. Meanwhile, ASSOCHAM warned if adequate measure is not taken, the pulses prices would hike by 15-20 per cent during this festive season. NCDEX and MCX combined stock has also reduced to 10,886 tonnes. To improve the supply situation, Government is importing cheaper alternative commodity due to higher quotations of Chana in International market. In the same line, STC invited bids to sell 38,500 tonnes of imported Yellow Peas. But, Chana prices are expected to remain range bound with positive bias due to higher festive demand in the market.

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

Date	Delhi (Rajasthan)	Indore (Kantewala)
08.10.07	2380	2370
09.10.07	2400	2365
10.10.07	2405	Closed
11.10.07	2375	2400
12.10.07	2410	Closed
13.10.07	2410	2425

Prices in Mandis of Maharashtra/ UP/ Karnataka

Centres	13.10.07	06.10.07
Bikaner (Desi)	2225	2175
Latur (Gauran)	2300	2300
Latur (Annagiri)	2450	2450
Latur (G-12)	2400	2400
Jalna (Gauran)	2350	2300
Jalna (Pila)	2450	2400
Akola (Mixed) motor cut	2400	2375
Akola new (Chapa) motor cut	2475	2450
Kanpur (mandi rates)	2425	2400

MASOOR:

A steady sentiment was seen in Masoor spot market during the week. Prices recovered at the end of the week on higher demand from the eastern part of the country before the major festival of 'Durga Puja' and 'Eid-ul-Fitr'. The prices in Delhi, Indore and Kanpur market remained steady at Rs.2850-2800 per quintal, Rs.2880-2790 per quintal and Rs.3000-2950 per quintal respectively. In the present condition, prices are expected to remain range bound with slight firm inclination due to better festive demand in the market.

Prices in UP/ Indore (Rs/qtl.)

Date	Kanpur	Indore
08.10.07	2960	2800
09.10.07	2950	2790
10.10.07	2950	Closed
11.10.07	2960	2820
12.10.07	2970	Closed
13.10.07	3000	2880

FIELD PEAS:

A steady to slight firm sentiment was witnessed in Peas spot markets during the week on better demand. Prices of White Canadian Peas in Mumbai and Desi Peas in Kanpur remained slightly firm at Rs.1621-1580 per quintal and Rs.1850-1825 per quintal respectively. Meanwhile, STC invited quotations to sell 38,500 tonnes of imported Yellow Peas of Canadian origin. Thus, prices are expected to remain range bound with weak bias due to expected

increase in arrivals, but prices of Desi Peas are expected to remain slightly firm due to short supply.

Peas Price Movement (Rs/qt)

Offers	Kanpur New	Mumbai Peas(WC)
06.10.07	1800	1581
13.10.07	1840	1621

NEWS

STC Invited Bids to Sell 7,200 tonnes of Imported Pulses

STC invited quotations to sell 7,200 tonnes of imported pulses of Myanmar origin in the domestic market to improve the supply status. STC plans to sell 4,000 tonnes of Black Matpe Whole (Urad), 3,000 tonnes of Green Moong Whole and 200 tonnes of Lemon Tur Whole at Navi Mumbai. Bids are invited in the lots of 500 tonnes of each in case of Urad and Moong.

STC Invited Bids to Sell 38,500 tonnes of Imported Yellow Peas

STC invited quotations to sell 38,500 tonnes of imported Yellow Peas of Canadian origin of current crop. Out of 38,500 tonnes of Peas, 8,100 tonnes will be discharged at Vishakhapatnam and 30,400 tonnes at Kolkata port.

Government Increased the MSP of Chana and Masoor for 2007-2008 Season

The Cabinet Committee on Economic Affairs today gave its approval, on the recommendations of CACP, for the Minimum Support Prices (MSP) of various Rabi Crops for 2007-08 season to be marketed in 2008-09. Among the crops, the MSP of Gram has been increased to Rs.1600 per quintal for 2007-2008 season against last year's Rs.1445 per quintal. The MSP of Masoor has also been increased to Rs.1700 per quintal against the 2006-2007 season's MSP of Rs.1545 per quintal.

ASSOCHAM Fears of Further Rise of Pulses Prices by 15-20 Per Cent

The Associated Chambers of Commerce and Industry of India (ASSOCHAM) warns that if adequate measure is not taken, the pulses prices would hike by 15-20 per cent during this festive season.

Futures Market (NCDEX)

Chana

A steady increase in Chana futures was observed during the week with little fall in couple of days at the mid of the week. The near month NCDEX November contract traded in the range of Rs.2399-2317 per quintal. The MCX November contract traded in the range of Rs.2389-2310 per quintal. During the period, Volumes increased significantly, while Open Interest decreased marginally.

PRICE DRIVERS:

- Better demand due to ongoing festival season.
- Invitation of sell tenders of 38,500 tonnes of imported Peas by STC.
- Quotations for Australian Chickpea are still at higher level at \$590-\$600 due to higher demand from Pakistan, Bangladesh and Gulf countries.
- 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.
- MSP of Gram has been increased to Rs.1600 per quintal for 2007-2008 season against last year's Rs.1445 per quintal.
- The MCX and NCDEX combined stock is lower at 10,886 tonnes.

OUTLOOK:

Short Term (One Week): Range bound with slightly firm inclination on better festive demand.

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	2328	Support-2	2315
Resistance-1	2418	Resistance-2	2437
Strategy	Buy on major dips.		

Chana (NCDEX November Contract)

Support-1	2331	Support-2	2310
Resistance-1	2432	Resistance-2	2445
Strategy	Buy on major dips.		

Forex as on 13.10.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	39.35
European Union	Euro	55.74
Japan	100 Yen	33.54
United Kingdom	GBP	79.74

Latest Vessel Position

Vessel MV BEI HAI reached Tuticorin port on 7th Oct, 07 to offload 43,497 tonnes Peas. Vessel You Yue reached Kolkata port on 28.09.07 to offload pulses.

Weather Outlook for the Week Ending On 17th Oct, 2007

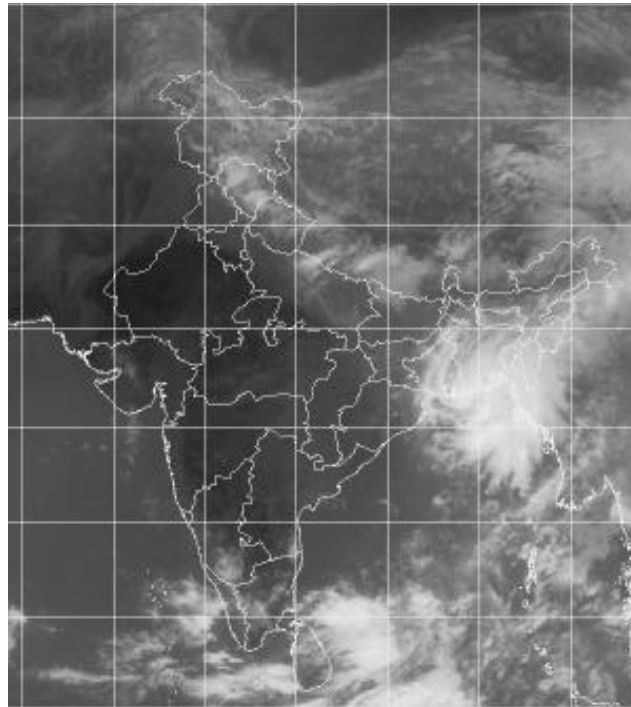
- Scattered rainfall activity is likely over extreme south Peninsula during the week.
- Scattered rainfall activity is likely over northeastern States during first half of the week and decrease thereafter.
- Further withdrawal of southwest monsoon is likely from some more parts of Eastern, Central and Western India.

Crop -Weather Impact

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

Weather Map

13.10.2007



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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