

Chickpeas (Chana)

Market Recap:

Mostly steady to firm trend witnessed in chana prices during the week ended June 29, 2011 as compared to last week amid good demand from millers/processors following demand for processed chana (dal & besan). Lower arrivals from producing centers like Rajasthan and Madhya Pradesh (M.P.) further supported the sentiment.

Current Market Dynamics & Outlook:

Currently arrivals are declining from key producing states particularly from Rajasthan and most of the stocks are with stockists who are holding back stocks in anticipation of price rise which is supporting the chana prices in the markets. Also as the monsoon is progressing over the country, demand for processed chana (besan & dal) is improving which motivated millers/processors to remain active in the market aiding firmness.

Meanwhile, in recent days it was observed that chana prices are taking cues from peas' prices normally which remains opposite. This year stock of peas in domestic markets is not sufficient to fulfill the domestic demand for coming months and also the international peas crop particularly in Canada is short due to which international prices are ruling high and in turn resulting in higher import parity which is consequently supporting the domestic peas prices. Since chana and peas prices have direct correlation so, increase in peas prices is supporting the chana prices. Moreover the spread between peas and chana prices remains in between Rs 500-550 per quintal which narrowed in last couple of weeks due to increasing peas prices domestically which further pushed chana prices higher.

However, overall the chana stocks are good domestically due to last three years bumper production which is limiting the gains.

Market Outlook:

Chana prices are expected to remain range bound with firm bias in coming week on regular demand and support from peas. However, comfortable stocks and expected selling pressure at higher price levels may cap the gains.

Price Outlook at Delhi (Chana MP):


- Chana prices could not sustain at higher levels but still closed above previous week's closing level.
- Closing of prices above 9 and 18 days moving average suggests for firmness in the market.
- RSI is moving up in neutral zone, supporting bullish sentiments.
- MACD is also moving up in positive zone which further suggests for improvement in prices.

S2	S1	PCP	R1	R2
2600	2630	2665	2730	2800
Call	Entry	T1	T2	SL
BUY	>2650	2690	2710	2625

Domestic Prices & Arrivals:

Centre		Prices (Rs/Qtl)			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Mumbai	Australian	2350-2360	2350	2150-2350	2175-2200
	Rajasthan	2650	2600	2435-2440	2115
Delhi	Madhya Pradesh	2660-2665	2625	2500-2525	2200

Bikaner	Desi	2575	2550	2375	2175
Indore	Kantewala	2650	2650	2440	2150
Kanpur	Desi	2840	2780	2650	2300
Latur	Gauran	2550-2650	2400-2600	2300-2600	2075-2100
	Annagiri	2500-2700	2550-2600	2600	2250
	G-12	2500-2600	2550	2400	-

Centre		Arivals (Bags per Quintal))			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Delhi	Rajasthan	30-40	50	50-60	50
	Madhya Pradesh	30-40	50	50-60	50
Bikaner	Desi	300-400	500	1000	-
Indore	Kantewala	7000	1000	4000	3000
Kanpur	Desi	-	-	1500-1600	-
Latur	Gauran	300	600	700	1000
	Annagiri	100	100	-	500
	G-12	200	200	-	-

Arrivals at Delhi markets are in Motors, 1 motor = 16 tonnes

Processed Chana Rates (Dal):

Centre	Prices (Rs/Qtl)			
	29-06-2011	22-06-2011	28-05-2011	29-06-2010
Jalgaon	3300-3400	3200-3300	3000	2600
Latur	3200	3000	2900	2800
Akola	-	3100	2900-2925	2400-2600
Kanpur	3200	3125	3020	2650
Bikaner	3100	2900	2850	2550
Indore	3550	-	3300	3000
Delhi	3175-3225	3100-3150	2875-2975	2215
Gulbarga	3350-3400	3200-3250	3100	-

Peas (Matar)

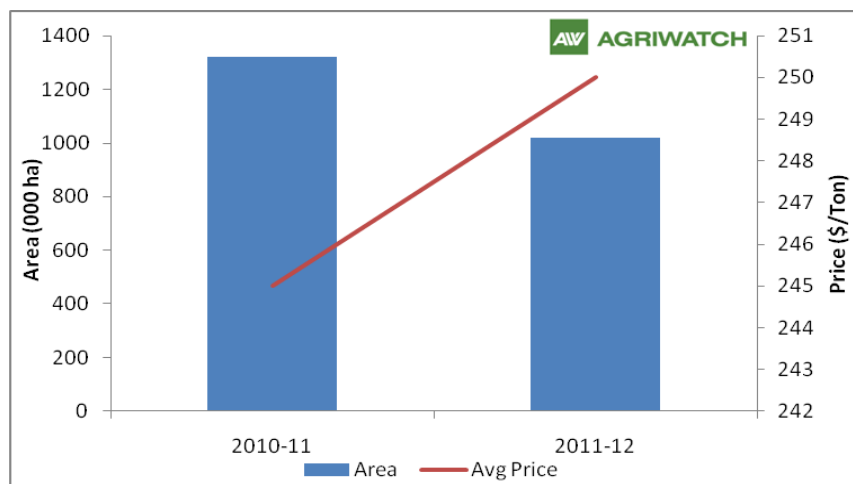
Market Recap:

Peas prices mostly traded firm during the week ending June 29, 2011 due to fears of supply shortage of the commodity in coming days. Prices of both desi and imported peas were up by 2.9 and 3.27 per cent to Rs 2321/qtl and Rs 2024/qtl (weekly average price) in Kanpur and Mumbai market respectively as compared to last week on good demand in domestic markets and higher parity.

Current Market Dynamics & Outlook:

Tight supply of desi peas in domestic markets coupled with higher parity of imported peas are supporting the sentiment. Reportedly traders in Mumbai are entering into fresh contracts for Yellow peas for Sep-Oct 2011 delivery at Rs 2100-2125/qtl which is up by Rs 110-125/qtl compared to the prevailing prices of Yellow peas in Mumbai. Since worries of supply shortage in coming months have already influenced peas prices in domestic markets and reports of fresh import contracts at higher price levels are further hinting for increase in prices in days to come.

On the global front, international peas prices once again moved northwards after the reports of 3.02 lakh hectares drop in area in Canada to 10.2 lakh hectares during 2011-12 as compared to previous year's area. Decline in peas area in Canada reflects possibilities of lower production in the country which in turn translate in



global peas shortage, aiding firmness. However, significant decline in area and possibilities of lower production will put sellers in a dominating position and average prices during 2011-12 are expected to be \$235-265/ton compared to the previous year's average prices of \$230-260/ton. Given graph shows expected acreage and average prices in Canada.

Market Outlook:

Peas prices are expected to trade range bound in near term. Since India has stock of imported peas to feed the country for only next couple of months and to fulfill the domestic requirement till next domestic crop, India will have to import from international market and projected higher prices in international market will also influence prices in domestic markets.

Price Outlook for Desi Peas at Kanpur Market:


- Candlestick pattern shows buying interest in the spot market.
- Closing of prices above 9 and 18 days moving average suggests for firmness in the market.
- RSI is moving up in overbought zone, hinting for decline in prices.
- MACD is also moving up which further suggests for improvement in prices.
- Prices are moving above trend line which further supports bullish sentiments.

S2	S1	PCP	R1	R2
2250	2280	2320	2380	2400
Call	Entry	T1	T2	SL
BUY	>2305	2350	2375	2280

Domestic & International Prices:

Centre		Price (Rs/Qtl)			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Mumbai	White American	2075	2040-2050	1911	1650
	White Canadian	2005-2011	1985	1841	1601
	Green American	2600	2500	2575-2650	2300-2325
	Green Canadian	2150-2300	2100-2250	2250	2175
Kanpur	Desi	2320	2275	2150	1850
International Prices at Chennai Port (\$/Ton)					
Chennai	Yellow Peas	455	425	-	-

Pigeon pea (Tur)

Market Recap:

Mostly steady to firm sentiments witnessed in domestic tur prices during last week of June 2011. Lull in progress of monsoon and uneven distribution over the key growing regions in Maharashtra, Karnataka and Andhra Pradesh (A.P.) affected the sowing activity which supported the prices.

Current Market Dynamics & Outlook:

Reportedly lackluster trade is reported in tur in key cash markets during the period. Importers are also remained in the sidelines due to disparity as well as comfortable stocks in the country following last year's bumper production which keeping prices in check. However, reportedly slow sowing progress of the commodity due to lack of rains over the key growing regions supported the sentiment to some extent.

As per the data of Indian Meteorological Department (IMD) the rains are deficit to scanty over key growing districts of Maharashtra, Karnataka and A.P. which accounts for more than 65% of total tur area in the country due to which sowing is reportedly lagging behind. So far M.P. has received good rains and sowing is expected to pick there. The table below shows the percentage departure of rainfall in the key tur growing districts of Maharashtra, Karnataka, A.P. and M.P. as on June 22, 2011:

Maharashtra	% Departure as on 22-06-2011	Andhra Pradesh	% Departure as on 22-06-2011	Madhya Pradesh	% Departure as on 22-06-2011
Aurangabad	-97%	Prakasam	-100%	Raisen	212%
Jalna	-69%	Anantpur	-92%	Betul	32%
Beed	-97%	Kurnool	-97%	Rewa	644%

Latur	-92%	Mahbubnagar	-53%	Sidhi	854%
Usmanabad	-75%	Rangareddy	-83%	Singroli	304%
Nanded	-28%	Nalgonda	-92%	Satna	531%
Parbhani	-73%			Damoh	820%
Buldhana	-95%			Chindwara	96%
Akola	-78%	Karnataka			
Washim	-42%	Gulbarga	-82%		
Amravati	-70%	Bijapur	-92%		
Yavatmal	-51%	Raichur	-100%		
Wardha	-67%	Yadgir	-94%		
Nagpur	-35%	Bidar	-64%		

If the situation persists than tur acreage may reduce this Kharif 2011 despite higher MSP of Rs 3200/Qtl. Meanwhile, IMD has projected that rainfall will gain momentum from mid July onwards which would support sowing activity. Since, July is the key month for tur sowing as sowing of tur will be completed in July and distribution of rainfall during the month will be crucial for sowing activity. Thus rainfall is to be watched very carefully any deviation in monsoon will lead to lower acreage and may affect the early sown crops which in turn add firmness.

Market Outlook:

Domestic Tur prices are expected to remain range bound and sideways during the coming week. Progress of monsoon in early July over the key growing states will remain the key in deciding the price movement.

Price Outlook for Tur at Gulbarga Market:



- Candlestick pattern shows buying interest in the market.
- Closing of prices above 9 days moving average suggests for firmness in the market.
- RSI is moving up in neutral zone, supporting bullish sentiments.
- MACD is moving up in negative zone which supports bullish sentiments.
- Prices have got trend line break up, which is hinting for further improvement in prices.

S2	S1	PCP	R1	R2
3480	3500	3570	3645	3670
Call	Entry	T1	T2	SL
BUY	>3545	3600	3625	3505

Domestic Prices & Arrivals:

Centre		Prices (Rs/Qtl)			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Mumbai	Burmese Lemon	2975-3000	2950-3000	3075	4200
Delhi	Burmese Lemon	3150	3175	3150-3200	4150
Chennai	Burmese Lemon	2900	2975	3000	4200
Gulbarga	Red	3500-3570	3400-3430	3569	4100
Latur	Red	2900-3440	2800-3400	3000-3600	4375
Jalna	Red	2200-2700	2200-2700	2100-2600	3800-4100
Jalgaon	Red	3000-3300	3000-3300	3000-3500	4300-4400
International Prices at Chennai Market (\$/Ton)					
Chennai	Burma Tur	650	650	680	950

Centre		Arrivals (Bags per Quintal)			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Gulbarga	Red	5000	8600	4000	4000
Latur	Red	400-500	600	2000	1000
Jalna	Red	50-100	50-100	500	100
Jalgaon	Red	200-300	200-300	300	-

Black Matpe (Urad)

Market Recap:

Both desi and imported urad prices mostly featured a steady to weak sentiments during the week ending June 29, 2011. Delay in sowing of the commodity supported the sentiment while subdued demand kept urad prices in check. Also regular inflow of Burmese urad at Indian ports has also added to the supply line.

Current Market Dynamics & Outlook:

Sluggish demand in the markets and regular inflow of imported urad (Burmese Urad) mostly kept prices in check. However, reportedly negligible stocks of desi urad in domestic markets limited the fall in prices besides so far dull sowing of the commodity on uneven distribution of monsoon over the key growing regions in southern states particularly Maharashtra, Karnataka and A.P.

According to IMD, to date the rainfall is deficit to scanty in key growing districts of Maharashtra, Karnataka and A.P. which accounts for more than 50% total Kharif area due to which the sowing is lagging behind. Below mentioned table represents the percentage departure of rainfall in the key districts of Maharashtra, Madhya Pradesh, Andhra Pradesh and Karnataka as on June 22, 2011:

Maharashtra	% Departure as on 22-06-2011	Madhya Pradesh	% Departure as on 22-06-2011
Jalgaon	-91%	Tikamgarh	635%
Latur	-92%	Chhatarpur	536%
Usmanabad	-75%	Satna	531%
Nanded	-28%	Vidisha	393%
Buldana	-95%	Shivpuri	343%
Washim	-42%	Ashoknagar	527%
Karnataka	% Departure as on 22-06-2011	Andhra Pradesh	% Departure as on 22-06-2011
Mysore	-18%	Medak	-78%
Chamarajanagar	-3%	Nizamabad	-56%
Hassan	-48%	Adilabad	-61%
Dharwad	18%		
Belgaum	3%		
Gulbarga	-82%		

If this situation persists in key growing regions particularly in southern states for some more days then it will adversely affect the sowing of the commodity despite higher MSP of Rs 3300/qtl. Meanwhile, so far distribution of rains are good in central India particularly in M.P. which may help in improved sowing of

urad in the regions. However, IMD has forecasted that rainfall will gain momentum from mid July onwards and July is the key month for urad sowing, therefore distribution of rainfall during the month will be crucial for sowing activity and it should be watched very carefully as the prices will also take direction as per the July rains.

Market Outlook:

Urad prices are expected to trade range bound with weak bias in near term due to the dull demand and regular inflow of imported urad in domestic markets. However, progress and distribution of monsoon in July will remain the key for deciding the further price movement.

Price Outlook for Burmese Urad at Mumbai Market:



- Urad prices have closed above previous week's closing level.
- Closing of prices below 9 and 18 days moving average suggests for weakness in the market.
- RSI is moving up in neutral zone, supporting bullish sentiments.
- MACD is moving down in negative zone which hints for weakness in prices.

S2	S1	PCP	R1	R2
3756	3800	3825	3950	4000
Call	Entry	T1	T2	SL
SELL	<3900	3830	3800	3950

Domestic & International Prices:

Centre		Prices (Rs/Qtl)			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Mumbai	Burmese FAQ	3825	3775-3800	3900	5250
Delhi	Burmese FAQ	4000	4000	4175	5350
Chennai	Burmese FAQ	3625	3600	4000	5175-5200
	Burmese SQ	4100	4100	4600	5725-5750
Indore	Desi	3700	4000	3400	5000
Vijayawada	Polished	4550-4600	4600	4700	5700
Jalgaon	Desi	4000-4200	4000-4200	4000-4200	5000-5500
International Prices at Chennai Market (\$/Ton)					
Chennai	Burmese FAQ	805	780	810	1130
	Burmese SQ	905	900	970	1230

Processed Urad Rates:

Centre	Prices (Rs/Qtl)			
	29-06-2011	22-06-2011	28-05-2011	29-06-2010
Jalgaon	5700	5600-5700	5500-5600	7000
Bikaner (Split)	5250	5300	5350	6600
Indore	6500	-	6600	8100

Lentils (Masoor)
Market Recap:

Mostly steady sentiments recorded in most of the spot markets during the week ending June 29, 2011 on sluggish demand and lower arrivals due to lean season. However, some support in prices is seen on the back of forecast of lower lentil area and production in Canada this season.

Current Market Dynamics & Outlook:

Demand of the commodity is not so much responsive and this is currently restricting uptrend in domestic masoor prices. As per trade participants, stock of the commodity is sufficient in all major markets and since major improvement is not expected in demand in coming days, therefore prices are expected to remain on softer side in near term.

On the global front, harvested area under lentils in Canada is expected to fall by 21% to 1.05 million hectares due to the better returns in alternate crops like Canola and wheat and due to this output is

expected to fall by 20.4% to 15.50 lakh tonnes compared to the last year. However, owing to the normal temperature in Canada, around 79% of the lentil crop in Saskatchewan is reported in fair to good condition.

Market Outlook:

Desi masoor prices are expected to remain range bound with slight weakness in coming week on dull demand and reportedly sufficient stocks.

Price Outlook of Desi Masoor at Kanpur Market:



- Candlestick pattern shows selling interest in the market.
- Closing of prices below 9 and 18 days moving average suggests for weakness in the market.
- RSI is rising in neutral zone, supporting bullish sentiments.
- MACD is moving down in negative zone which hints for further weakness in prices.

S2	S1	PCP	R1	R2
2710	2780	2860	2910	2930
Call	Entry	T1	T2	SL
SELL	<2900	2860	2845	2920

Domestic & International Prices:

Centre		Prices (Rs/Qtl)			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Mumbai	Red Lentils	2500-2725	2450-2625	2750-2850	3700
	Chanti Export	3950-4075	3900-4000	4000-4100	4800-4850
Delhi	MP/ Kota Line	2750-2875	2700-2800	2850	3250-3275
	UP/ Sikri Line	3000-3050	3000	3100	3750-3800
Kanpur	Mill Delivery	2860	2840	2870	3600
	Bareilly Delivery	2900	2890	2900	3670
Indore	Masra	2900	2800	2850	3675
International Prices at Chennai Port (\$/Ton)					
Chennai	Laird Lentils	530	530	530	750

Processed Masoor Rates:

Centre	Prices (Rs/Qtl)			
	29-06-2011	22-06-2011	28-05-2011	29-06-2010
Kanpur (Malka)	3270	3300	3300	4150
Indore	3450	-	3400	4050
Delhi (Badi Masoor)	3400-3450	3350-3400	3550	4050
Delhi (Choti Masoor)	3900-4000	3900-3950	4000-4050	4750
Katni	3250-3400	3200-3400	3025-3475	-

Green Gram (Moong)
Market Recap:

Moong prices remained steady in most of the markets during the period. Arrivals of summer moong has almost finished in all the spot markets but dull demand of the commodity kept weighing on domestic moong prices.

Current Market Dynamics & Outlook:

Monsoon has not covered key moong growing districts of southern states of the country which accounts for around 43% share in total area of Kharif acreage and due to which sowing activity is reportedly very

dull in the regions as compared to last year. Area under moong in Maharashtra till June 28, 2011 is reported at 14,852 hectares as compared to 68,906 hectares same period last year while in A.P., area till June 22, 2011 is reported at 28,727 hectares against last year's area of 77,248 hectares. Below mentioned table represents percentage departure of rainfall in the key districts of Maharashtra, Madhya Pradesh, Andhra Pradesh and Karnataka as on June 22, 2011:

Maharashtra	% Departure as on 22-06- 2011	Andhra Pradesh	% Departure as on 22-06- 2011	Karnataka	% Departure as on 22-06- 2011
Jalgaon	-91%	Medak	-78%	Dharwad	18%
Jalna	-69%	Mahbubnagar	-53%	Gadag	-67%
Parbhani	-73%	Nalgonda	-92%	Bagalkot	-78%
Buldhana	-95%	Warrangal	-69%	Gulbarga	-82%
Akola	-78%	Nizamabad	-56%	Yadgir	-94%
Washim	-42%			Bidar	-64%
Amravati	-70%				

If this situation continues than it will adversely affect the sowing activity of the commodity. Meanwhile, pre monsoon rainfall in some parts of Rajasthan (Sri Ganganagar, Jhunjhunu, Sikar and Nagaur) has helped farmers in sowing of the commodity. Distribution of rainfall during the month of July will be crucial for sowing activity in southern parts of the country and price movement will also depend on the same.

Market Outlook:

Moong prices are expected to remain range bound with weak bias in near term on the back of dull demand. However, progress of monsoon will further provide direction to moong prices.

Price Outlook for Desi Moong at Jaipur Market:


- As evident from the chart a range bound and sideways movement featured in moong prices.
- Prices are trading in the range of 4000-4500 level and two consecutive close either side of the mentioned range will give further direction to prices.
- Closing of prices below short term EMAs (9 and 18 days) suggests for weakness in the market.
- Oscillator RSI is flat in the neutral zone which hints for a range bound trade.
- We expect moong prices to remain range bound in coming week.

Strategy: Wait till direction is clear.

S2	S1	PCP	R1	R2
3965	4000	4100	4400	4520
Call	Entry	T1	T2	SL
WAIT	-	-	-	-

Domestic Prices:

Centre		Prices (Rs/Qtl)			
		29-06-2011	22-06-2011	28-05-2011	29-06-2010
Mumbai	Annaseva	3800-3875	3700	3800-4000	4750
Chennai	Pedishwa	5200	5200	5300-5400	7050
Delhi	Mertha City	4500	4400	4400-4800	-
	Rajasthan Line	4750	4750	5000	-
Indore	Chamki	4000	4200	4800	6500
Kanpur	Desi	4250	4300	4000-4250	-
Jaipur	Desi	4100	3600-4200	4200-4600	6300

Processed Moong Rates:

Centre	Prices (Rs/Qtl)			
	29-06-2011	22-06-2011	28-05-2011	29-06-2010
Jalgaon	5700-5800	5800-5900	6200-6300	8500-8600
Bikaner (Split)	5200	5400	5700	7800
Indore	6200	-	6000	7700

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