

## Pigeon Peas (Tur)

### Market Recap:

Desi tur prices mostly witnessed a steady to firm sentiments in all the key markets during the month ending August 30<sup>th</sup>. Demand for the commodity remained lackluster during the month which weighed on its prices and in addition to this, comfortable stock position also made an effort to weigh on domestic tur prices but lack of proper rainfall over southern parts of the country and so far lower sown area under the commodity, supported the prices.

### Current Scenario:

Demand for the commodity is not so much responsive but since tur was trading at season's bottom levels and this has encouraged buyers to procure fewer quantities from the markets, resulted in slight improvement in its prices during last week of the month. As overall sowing of the commodity during current year is less by 16% to 37.02 lakh hectares (till August 26, 2011) but still prices are moving range bound between Rs 3425-3500/qtl (Gulbarga market) from last couple of months. However, present condition of standing crop which is at vegetative to growth stage is reported well till date but distribution of rainfall in coming days (approx two weeks later) will determine the actual deviation in yield. Meanwhile assuming last year's equivalent yield (632 kg/ha, lower by 19% from 2009-10's yield) during current year, production during current year will remain at approximately 24-24.5 lakh compared to the normal production level of 25-26 lakh tonnes, which indicates that prices might get support in near term.

Following table shows the crop progress during current year and corresponding period last year:

State	Current Year's Area in Hectares	Area in same period last year in Hectares	% Change
<b>Maharashtra (August 26)</b>	1,188,537	1,368,556	-13.2
<b>Karnataka (August 16)</b>	621,000	822,000	-24.5
<b>Andhra Pradesh (August 30)</b>	393,503	629,980	-37.5
<b>Madhya Pradesh (August 23)</b>	490,000	488,000	0.4
<b>Uttar Pradesh (August 21)</b>	339,000	450,000	-24.7

At the global front, Myanmar government has reduced export tax on pulses from 5% to 2% to make Burmese exports competitive in international market. However, due to the decline in export tax international tur prices initially moved down upto \$ 580/ton but since tur was trading at bottom levels and due to this, C&F quotes rose during last week of August 2011 and are now recorded range bound between \$600-05/ton at Mumbai port. On the other hand, prices of imported tur have also increased in domestic markets but as significant depreciation is recorded in Indian currency against US dollar, resulted into higher landed cost and owing to this, Indian importers are still finding disparity of around Rs 40-50/qtl. Since demand from Indian sub-continent is weak, therefore major improvement is not

expected in international prices but as Indian crop is expected to remain on lower side, hence major downtrend is also not expected in international prices.

Moreover, Tanzanian government has made it clear that ban on export of food items from the country is applicable only on maize hence tur is allowed to export. However availability of Tanzanian tur will further increase the supply of the commodity in international markets besides comfortable stock position in Myanmar (trade sources reported stock of around 2 lakh tonnes till date) which will restrict uptrend in global tur prices.

## Market Outlook:

Considering the factors like dull demand and good crop condition till date, significant improvement is not expected in domestic tur prices. However, overall lower area coverage during current year will also limit decline in tur prices. At last, projections of steady to firm global prices and lower seeded area in India are expected to boost up domestic tur prices to some extent.

## Price Outlook for Tur at Gulbarga Market:



- Candlestick pattern shows buying interest in the market.
- Closing of prices just above 9 and 18 days moving average suggests for improvement in the market.
- RSI is moving up in neutral zone, supporting bullish sentiments.
- MACD is moving up in negative zone which reflects possible improvement in prices.
- Buying from lower levels is advisable.

S2	S1	PCP	R1	R2
3110	3203	3470	3670	3700
Call	Entry	T1	T2	SL
BUY	3410-3440	3600	3660	3320

### Domestic Prices & Arrivals:

Centre		Prices (Rs/Qtl)		
		30-08-2011	29-07-2011	30-08-2010
Mumbai	Burmese Lemon	2975	2900	3450-3475
Delhi	Burmese Lemon	3150	3050-3075	3600
Chennai	Burmese Lemon	2900-2950	2900	3600
Gulbarga	Red	3470	3500	Closed
Latur	Red	-	-	3500-3775
Jalna	Red	-	2200-2600	3550
Jalgaon	Red	3000-3300	3000-3200	3700-3800

Centre		Arrivals (Bags per Quintal)		
		30-08-2011	29-07-2011	30-08-2010
Gulbarga	Red	4000	5000	Closed
Latur	Red	-	-	700
Jalna	Red	-	-	100
Jalgaon	Red	100	100-200	-

### Processed Tur Rates (Dall):

Centre	Prices (Rs/Qtl)		
	30-08-2011	29-07-2011	30-08-2010
Jalgaon	6000-6100	5900-6000	5700
Latur	-	-	6300
Indore	-	5400	5600
Gulbarga	5200-5500	5300-5400	Closed
Katni	5300-5400	5250-5350	5400-5450
Katni (Sava)	4100-4200	4050-4150	-

### Black Matpe (Urad)

#### Market Recap:

Urad prices mostly featured a steady to weak tone in most of the markets during August 2011 amid sluggish demand and regular inflow of Burmese urad in domestic markets also curbed upward price movement during the month.

#### Current Scenario:

Total seeded area under urad during current year is reported at 21.97 lakh hectares (till August 26, 2011) compared to the previous year's area of 23.82 lakh hectares during the same period. Excess rainfall in key urad growing regions of UP (Jhansi) & MP (Ashoknagar) during third week of August has raised the concerns of yield loss in the standing crop but clear and dry weather towards the month end helped in recovery of the crop, hence erased the fears of crop damage in the standing crop. While in Maharashtra, all the key urad growing regions also received more than adequate rainfall but crop till August end was reported in a good condition. Meanwhile, new crop from Maharashtra is expected to hit the markets from second week of September onwards which may pressure domestic prices.

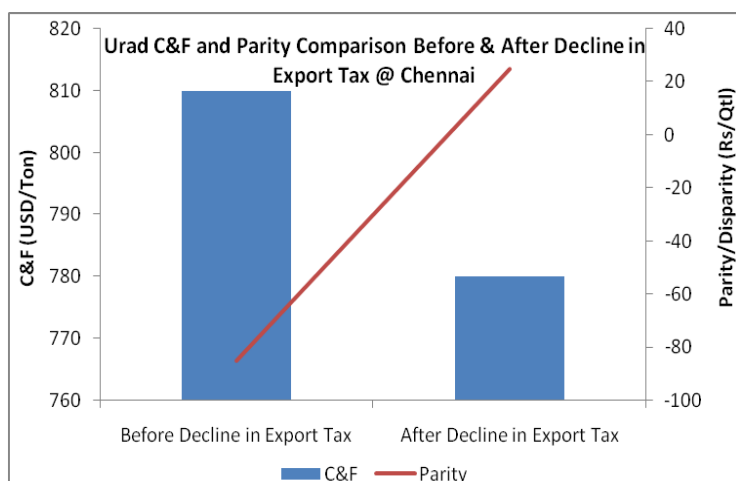
Following table shows the crop progress during current year and corresponding period last year:

State	Current Year's Area in Hectares	Area in same period last year in Hectares	% Change
Maharashtra (August 26)	330541	498057	-33.6
Karnataka (August 16)	84000	118000	-28.8
Andhra Pradesh (August 30)	65697	80548	-18.4
Madhya Pradesh (August 23)	617000	634000	-2.7
Uttar Pradesh (August 21)	437000	382000	14.4
Rajasthan (August 30)	162700	128000	27.1

However, trade participants are not expecting downfall in urad prices from current levels because of the two reasons. Firstly, due to the less area coverage current year's output is likely to be lower and we need to import considerable amount of quantity. Secondly, Indian government has already fixed MSP of urad during 2011-12 season at Rs 3300/qlt plus Rs 500/qlt as additional incentive which shows that total urad price comes at Rs 3800/qlt while on contrary, urad is also currently trading at Rs 3800/qlt (Ashoknagar market) which hints for possible improvement in its prices in the due course.

On the global front, to make pulses export competitive in the international market on the back of depreciating US dollar, Myanmar government has reduced export tax on pulses from 5% to 2% for six months starting from August 15, 2011 till February 14, 2012.

Due to reduction in export tax the FOB quotes of Myanmar pulses has come down which also lowered the C&F quotes at Indian ports of Urad. Just after the announcement of Burmese government regarding decline in export tax, C&F prices initially crashed (during third week of August 2011) from \$810-15/ton to \$780-785 per MT for Urad FAQ. But since those levels were bottom levels of the commodity and hence demand had emerged from bottom levels and prices again reached to \$810-15/ton during August end. Additionally, Indian currency has also depreciated against US Dollar a lot during last two weeks of August and this had increased the landed cost to the importers but prices of imported urad at domestic markets also increased by close to 4% to Rs 3900/qlt (Chennai market) during August end compared to second week's prices, resulted into parity of Rs 30-50/qlt.



## Market Outlook:

Urad prices are expected to trade range bound with slight firmness amid overall lower area coverage and anticipation of lower output. Progress of monsoon at the time of harvesting will also decide the price movement in days to come.

**Price Outlook for Burmese Urad at Mumbai Market:**


- Candlestick pattern shows buying interest in the market.
- 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 moving up in negative zone which reflects chances of possible improvement in prices.
- Prices are expected to touch primary trend line resistance level in the days ahead.

S2	S1	PCP	R1	R2
3580	3620	3825	4110	4204
Call	Entry	T1	T2	SL
<b>BUY</b>	3800-3820	4010	4100	3700

### Domestic Prices & Arrivals:

Centre		Prices (Rs/Qtl)		
		30-08-2011	29-07-2011	30-08-2010
Mumbai	Burmese FAQ	3825	3650	5100-5125
Delhi	Burmese FAQ	4100	3900	5100
Chennai	Burmese FAQ	3850	3625	4950
	Burmese SQ	4450	4125	5551
Indore	Local	3800	-	4200-4300
Vijayawada	Polished	4250	-	5750
Jalgaon	Desi	4000-4200	4000	5000

Centre		Arrivals (Bags per Quintal)		
		30-08-2011	29-07-2011	30-08-2010
Vijayawada	Polished	-	-	-
Jalgaon	Desi	100	50-100	-

### Processed Urad Rates (Dall):

Centre	Prices (Rs/Qtl)		
	30-08-2011	29-07-2011	30-08-2010
Jalgaon	5800-5900	5700	7000
Bikaner (Split)	5200	5100	6700
Indore	-	6100	7200

### Green Gram (Moong)

#### Market Recap:

Domestic moong prices witnessed weak trend during the month of August 2011 compared to the previous month. Weak demand of the commodity amid commencement of new crop arrival from Maharashtra kept weighing on its prices.

#### Current Scenario:

Total area covered under moong during current year has been reduced significantly to 22.92 lakh hectares (till August 26, 2011) compared to the last year's area of 27.67 lakh hectares. Monsoon remained favorable in largest producing state Rajasthan but recent rainfall (during August last) in southern parts of the country has raised the concerns of yield loss and quality issues.

Following table shows the crop progress during current year and corresponding period last year:

State	Current Year's Area in Hectares	Area in same period last year in Hectares	% Change
<b>Maharashtra (August 26)</b>	393087	612242	-35.8
<b>Karnataka (August 16)</b>	259000	377000	-31.3
<b>Andhra Pradesh (August 30)</b>	175733	262721	-33.1
<b>Rajasthan (August 30)</b>	1023100	1050000	-2.6
<b>Madhya Pradesh (August 23)</b>	117000	115000	1.7

Harvesting of the commodity has just been started and new crop from Maharashtra has already hit the markets from last week of August onwards. But excess moisture content in the new crop arrival keeping buyers in the sidelines, exerting pressure on prices. As per the trade participants, around 15-30% of moisture level is reported in new crop against normal moisture level of 10-12%, resulted in weak demand for new crop. But arrival of new good quality crop in Maharashtra is likely to be on its full swing from second week of September which will weigh on domestic moong prices. In addition to this, few markets of Rajasthan have also received new crop (early sown crop) but in limited quantity.

However, trade participants are optimistic for improvement in domestic moong prices for the reason that government has fixed MSP for moong at Rs 3500/qtt plus additional incentive of Rs 500/qtt which comes at total Rs 4000/qtt for current season but on contrary, moong is currently prevailing between Rs 3800-4000/qtt which indicates that there are very few chances for further decline in domestic moong prices from current levels. Moong MSP will act as a support level and prices are expected to bounce back from these levels. If there will be severe quality issues in the new crop then only we might witness moong prices falling beyond MSP.

At the global front, Myanmar government has reduced export tax on pulses from 5% to 2% to make Burmese exporters competitive in international market. Despite of the significant decline in export tax, C&F quotes of Burmese moong remained unchanged at \$790-800/ton at Mumbai port. However, Indian importers are finding parity of close to Rs 150/qtt and if demand emerges in near term, then we might witness some import activities in the days ahead. However, since importers are already finding parity at current levels, therefore any increase in C&F prices would only reduce parity instead of improvement in imported moong prices at domestic markets. Additionally, demand for imported moong will remain dull during next month due to the commencement of domestic crop arrivals.

### **Market Outlook:**

Moong prices are expected to remain range bound with firm bias in coming days. Given lower area, projections of delay in harvesting in Maharashtra due to recent rainfall and bottom level prices will force moong prices to move in northwards direction. Since new crop has also hit the domestic markets, therefore major uptrend is also not expected in domestic moong prices during coming month.

### Price Outlook for Desi Moong at Jaipur Market:



- Candlestick pattern shows buying interest in the market.
- Closing of prices above short term EMAs (9 and 18 days) suggests for further improvement in the market.
- Oscillator RSI is rising in the neutral zone which hints for a firmness in the market.
- MACD is rising in negative zone raising the prospects of possible improvement in prices.
- Buying from lower levels is advisable.

S2	S1	PCP	R1	R2
3965	4000	4200	4400	4520
Call	Entry	T1	T2	SL
BUY	4150-75	4350	4400	4000

**Domestic Prices & Arrivals:**

Centre		Prices (Rs/Qtl)		
		30-08-2011	29-07-2011	30-08-2010
Mumbai	Annaseva	3900	3800	-
Chennai	Pedishwa	5150	5000	4800
Delhi	M.P.	4600-4700	-	-
	Gujarat	-	-	-
Indore	Chamki	4300	3800-4200	4200
Kanpur	Desi	3300-4000	3650	-
Jaipur	Desi	4200	4000-4200	4400-4600

**Processed Moong Rates (Dall):**

Centre	Prices (Rs/Qtl)		
	30-08-2011	29-07-2011	30-08-2010
Jalgaon	5700-5800	5700-5800	6500
Bikaner (Split)	5100	5300-5500	5800
Indore	-	6100	6700

**Lentils (Masoor)**
**Market Recap:**

Desi masoor prices witnessed steady to firm trend during August 2011 as lower level buying and declining domestic stock supported masoor prices throughout the month. Major deviation was not recorded in masoor fundamentals during the month but since domestic masoor prices had gone upto Rs 2760/qtl and this had encouraged buyers to lift up the stock at lower levels.

**Current Scenario:**

Since masoor was trading at bottom levels near Rs 2760-70/qtl during second week of August which has motivated buyers to purchase the commodity and from second week of August onwards desi masoor prices have increased by Rs 200/qtl to Rs 2960/qtl at Kanpur market. Based on the current consumption pattern trade participants are not projecting any major uptrend in masoor prices for the reason that current stock position will fulfill annual requirement with no trouble till new domestic crop.

However, to make supplies comfortable in the domestic markets importers will enter into forward contracts for Canadian lentils from September onwards and at present C&F quotes for Canadian lentils

are coming at around \$ 590/ton which indicates that landed cost will be higher than prevailing prices Canadian masoor at Mumbai market by around Rs 150/qtl.

So, if Indian importers import masoor during October onwards even at the current levels then we might witness significant improvement in imported masoor prices in the domestic markets and since desi masoor normally trade higher than imported masoor by around Rs 150-170/qtl therefore increase in imported masoor prices will surely influence desi masoor prices in the same way.

But the supporting factor is that, prevailing spread between desi masoor and imported masoor has widen to Rs 235/qtl (during last week of August) compared to the normal spread of Rs 150-170/qtl which reflects that either this spread might come towards normal spread level in the days to come or percentage increase in prices of desi masoor might be less than the percentage increase in the prices of imported masoor in the domestic markets.

On the global front, harvesting of lentils has been started in Canada and average yields in different parts of Saskatchewan for lentils is predicted as 1000 lbs/ac in Southeastern, 1300 lbs/ac in Southwestern & West-Central and 1100 lbs/ac in East-Central. Due to cool temperatures and excessive moisture across western Canada, Canadian agriculture ministry has further reduced forecasts of area harvested during 2011-12 compared to the previous estimate. Production forecast and carry-out stock forecasts are also revised and are estimated on lower note as compared to the previous estimate but the supporting factor is that exportable surplus kept unchanged as compared to last year, meaning that the availability will remain comfortable throughout the season.

Below mention table represents Canadian Peas outlook:

	Area Seeded	Area Harvested	Yield	Production	Exports	Carry-Out Stocks
	(000 ha)		(t/ha)	(000 tonnes)		
<b>2008-09</b>	706	700	1.49	1043	973	32
<b>2009-10</b>	971	963	1.57	1510	1387	45
<b>2010-11</b>	1408	1336	1.46	1947	1200	450
<b>2011-12</b>	1133	1000	1.38	1375	1200	375

### Market Outlook:

Desi masoor prices are expected to remain range bound with slight firmness in the coming month while international masoor prices are not expected to increase significantly in the coming days since demand from India is low till date and also European countries are not buying lentils from Canada and US due to some quality issues (excess glyphosate). Therefore major uptrend is also not expected in domestic masoor prices.

### Price Outlook of Desi Masoor at Kanpur Market:



- Candlestick pattern shows buying interest in the market.
- Closing of prices above 9 and 18 days moving average suggests for firmness in the market.
- RSI is rising in neutral zone, supporting bullish sentiments.
- MACD is moving up in negative zone which hints for possible improvement in prices.
- Masoor prices have got trend line break up and prices are expected to move towards immediate resistance level of 3130.

S2	S1	PCP	R1	R2
2710	2780	2960	3130	3197
Call	Entry	T1	T2	SL
BUY	2875-2900	3020	3100	2800

### Domestic Prices & Arrivals:

Centre		Prices (Rs/Qtl)		
		30-08-2011	29-07-2011	30-08-2010
Mumbai	Red Lentils	2500-2700	2500-2700	3450
	Chanti Export	4000-4050	3950-4000	4650-4750
Delhi	MP/ Kota Line	2750-2950	2700-2850	3250
	UP/ Sikri Line	3100	3000-3050	3500-3550
Kanpur	Mill Delivery	2960	2780	3350
	Bareilly Delivery	3010	2820	3400
Indore	Masra	2950	2800	3450

### Processed Masoor Rates (Dall):

Centre	Prices (Rs/Qtl)		
	30-08-2011	29-07-2011	30-08-2010
Kanpur (Malka)	3400	3200	3850-3875
Indore	-	3400	4000
Delhi (Badi Masoor)	3550-3650	3400	3900
Delhi (Choti Masoor)	3900-4000	3900-3950	4650-4700
Katni	3250-3350	3150-3300	3775-4100

### Peas (Matar)

#### Market Recap:

Both desi and imported peas prices witnessed steady to firm sentiments during the month (August 2011). Regular demand of the commodity amid supply shortage has supported peas prices in domestic markets. However, around 29350 tonnes of yellow peas have arrived at Mumbai port during last week of August but despite of this, prices remained steady in anticipation of tight supplies.

Reportedly, some import contracts have been done at \$450-60/qtl for Sep-Oct 2011 shipment which is higher by around Rs 175-200/qtl compared to the prevailing market prices at Mumbai market. Forward contracts at such higher levels also supported peas prices during the month.

#### Current Scenario:

Since peas prices have increased dramatically during past couple of months and this has made buyers little cautious in paying higher prices for the commodity. But on contrary, likely supply shortfall of peas

domestically has made traders optimistic for further improvement in its prices in near term and due to this some forward contracts for yellow peas from Canada at US \$450-60/ton have been done recently.

Given that we have to rely on imports to fulfill domestic requirement, therefore movement in peas prices in international markets would influence the domestic peas prices moving forward. Due to the unfavorable weather conditions in Canada, projected peas production has already reduced to 21.25 lakh tonnes during current year compared to the last year's output of 28.62 lakh tonnes. Also in the US acreage has reduced significantly which will further lower down the production in second largest exporter (US) of the commodity. Seeded area under peas in US during current year is reported at 1.69 lakh hectares against last year's seeded area of 3.06 lakh hectares while harvested area during 2011-12 is projected at 1.62 lakh hectares compared to last year's area of 2.88 lakh hectares.

Below mention table represents Canadian Peas outlook:

	Area Seeded	Area Harvested	Yield	Production	Exports	Carry-Out Stocks
	(000 ha)		(t/ha)	(000 tonnes)		
<b>2008-09</b>	1617	1582	2.26	3571	2826	445
<b>2009-10</b>	1522	1487	2.27	3379	2178	795
<b>2010-11</b>	1396	1322	2.17	2862	3000	200
<b>2011-12</b>	1018	975	2.18	2125	1800	100

Due to the steep fall in Canadian peas production, expected exportable surplus during 2011-12 has fallen by around 40% to 18 lakh tonnes compared to the previous year's exportable surplus. Since same scenario also took place in 2009 (exportable surplus during 2009 reduced by 23% compared to 2008) and C&F prices at Mumbai rose by 27% to \$ 330/ton in 2009 (average prices during Oct-Dec) compared to 2008. Considering the sharp fall in exportable surplus during 2011 (worse than that happened in 2009), we expect around 30-35% jump in C&F prices at Mumbai during 2011 (average prices Oct-Dec) compared to last year's C&F prices of \$ 335/ton during the same period which comes at around \$ 450-475/ton respectively.

Below mentioned table represents impact of change in exportable surplus on C&F prices at Mumbai:

Year	Canadian Exportable Surplus (000 tonnes)	% Change to last year	C&F @ Mumbai (\$/ton)	% Change to last year
<b>2008</b>	2826		260	
<b>2009</b>	2178	-23	330	27
<b>2010</b>	3000	38	335	2
<b>2011</b>	1800	-40	<b>450-475</b>	<b>30-35</b>

However, Ukrainian peas crop has already hit the global markets and this has reduced demand for Canadian peas to the some extent for the reason that Ukrainian peas are comparatively cheaper than Canadian Yellow peas by around \$ 60-70/ton. At present, C&F quotes for Ukrainian peas are coming at \$ 410/ton compared to Canadian Yellow Pea's quotes of \$ 470-75/ton at Mumbai port. But as unfavorable

weather in Ukraine also hindered the yield, therefore trade participants are expecting Ukraine's current year crop at just 3.80 lakh tonnes compared to last year's output of 5 lakh tonnes.

In anticipation of lower crop in Ukraine, global trade participants have a view that Ukrainian supply pressure won't last too long in the global market and sooner or later global buyers will have to depend on Canadian crop.

## Market Outlook:

Considering the aforesaid factors, peas prices are expected to remain on higher side. Projections of higher international prices will definitely have an impact on domestic prices and force them to move in the same direction.

## Price Outlook for Canadian Yellow Peas at Mumbai 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 possible decline in prices.
- MACD is also moving up which further suggests for improvement in prices.
- Prices are moving in the upward channel supports bullish sentiments.



S2	S1	PCP	R1	R2
1945	2000	2041	2175	2200
Call	Entry	T1	T2	SL
BUY	2025-50	2125	2175	1975

### Domestic Prices & Arrivals:

Centre		Price (Rs/Qtl)		
		30-08-2011	29-07-2011	30-08-2010
Mumbai	White American	2080-2090	2100	1625
	White Canadian	2041	2051	1611
	Green American	2500	2500-2525	2225-2400
	Green Canadian	2300-2350	2100-2250	1800-1900
Kanpur	Desi	2480	2375	1850-1855

### Chickpeas (Chana)

#### Market Recap:

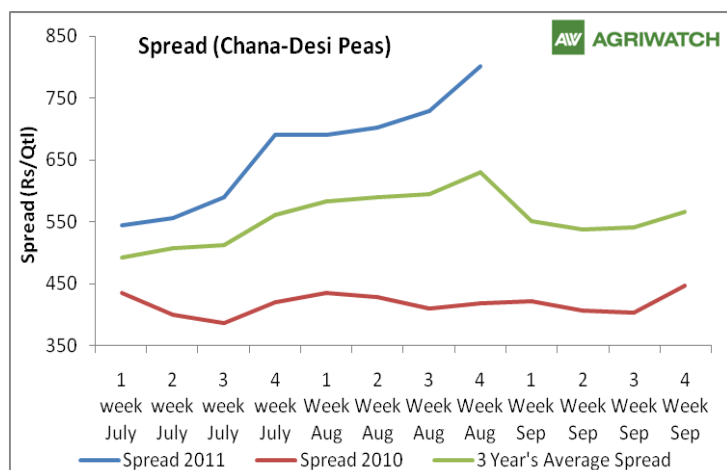
Chana prices witnessed firm trend during the month (August 2011). Prices rose to season's high of Rs 3200/qtl (MP chana @ Delhi market) twice a month but buyers were little bit hesitant in paying such high prices, resulted into minor correctness in its prices. However, arrivals were also increased at higher levels as arrivals reached to 100 motors on Aug 30, 2011 at Delhi market compared to month's average arrivals of 40-50 motors. Significant improvement in chana prices over NCDEX also supported spot market prices.

#### Current Scenario:

Consistent improvement in chana prices over NCDEX is currently supporting the spot market sentiment. But on the contrary, demand for the commodity generally remains weak during the month of August and since prices are hovering near season's high (Rs 3150-3175/qtl) and this has made buyer's little hesitant in paying such higher prices, resulting in decline in demand at higher levels. However, demand is expected to gradually improve from September onwards due to forthcoming festivities which may restrict any major fall in chana prices.

Another factor which had supported chana prices is declining stock of the commodity which has also put stockists in the dominating position. However, since we still have at least 4 months for new domestic crop and trade participants believe that we might face a situation of supply crunch during the end of the season, resulting in improvement in its prices.

But the alarming factor is that spread between chana and peas has increased dramatically to around Rs 800/qrtl (during 4 week of August) compared to season's normal spread of Rs 550-600/qrtl. Reason behind this gigantic increase in spread is that chana prices have increased by more than 15% to Rs 3325/qrtl (Kanpur market) during last couple of months while peas prices have witnessed close to 6% improvement during the same period at the same market. Therefore, we expect that spread between two commodities will narrow down in the days ahead and might come towards season's average spread level.



However, another factor to watch is the global supplies. Largest chickpea exporting country Australia is likely to harvest similar amount of quantity (around 3.85 lakh tonnes) as it harvested during last year and last year's output was below normal production level by around 1 lakh tonnes, raising the probabilities of supply shortage in the global market. Below mentioned table shows Canadian & Australian chickpeas outlook:

	Area Harvested (000 hectares)		Yield (t/ha)		Production (000 tonnes)		Exports (000 tonnes)	
	Australia	Canada	Australia	Canada	Australia	Canada	Australia	Canada
2009-10	429	30	1.14	2.49	487	76	459	66
2010-11	546	77	0.69	1.67	379	128	364	95
2011-12	303	40	1.27	1.63	385	65	309	50

Though, some forward contracts of Australian chickpea is reported at around \$680/ton for Sep-Oct delivery which hints for possible improvement in chana prices in coming days as at present, Australian chana prices at Mumbai market are lower by around Rs 150/qrtl than the landed cost of contracted price. Likely improvement in imported chana prices will also influence domestic chana prices in the months to come.

### Market Outlook:

Chana prices are expected to remain range bound with firm bias in coming days. Regular demand for the commodity from processor's front amid continuous decline in stock level will further support chana prices besides support from peas prices.

Price Outlook at Delhi (Chana MP):



- Candlestick pattern shows buying interest in the market.
- Closing of prices above 9 and 18 days moving average suggests for firmness in the market.
- RSI is moving up in overbought zone, raising the prospects of possible decline in chana prices.
- MACD is also moving up in positive zone which suggests for improvement in prices.

S2	S1	PCP	R1	R2
3000	3058	3200	3315	3370
Call	Entry	T1	T2	SL
BUY	3025-50	3200	3300	2950

### Futures Technical (NCDEX):



- Candlestick pattern shows indecision in the market.
- Volume and open interest are not supporting improvement in chana prices.
- MACD is rising in positive zone which further suggest for improvement in chana prices.
- RSI is flat in neutral zone, thus hinting for sideways movement.
- Closing of price above 9 & 18 days EMA hints for firmness in market.
- Selling from higher levels is advisable.

**Strategy:** Sell on recoveries.

Intraday Supports & Resistances			S2	S1	PCP	R1	R2
Chana	NCDEX	October	3130	3180	3349	3380	3425
Intraday Trade Call			Call	Entry	T1	T2	SL
Chana	NCDEX	October	<b>SELL</b>	3360-80	3235	3195	3420

**Domestic Prices & Arrivals:**

Centre		Prices (Rs/Qtl)		
		30-08-2011	29-07-2011	30-08-2010
Mumbai	Australian	3000	2600-2725	2290-2300
Delhi	Rajasthan	3175	2975	2265-2270
	Madhya Pradesh	3200	3000	2265-2270
Bikaner	Desi	3100	2900	2170-2175
Indore	Kantewala	3175-3200	2900-2950	2225
Kanpur	Desi	3350	3070	2270-2275
Latur	Gauran	-	-	2200-2300
	Annagiri	-	-	2300-2350
	G-12	-	-	2100-2150

Centre		Arivals (Bags per Quintal)		
		30-08-2011	29-07-2011	30-08-2010
Delhi*	Rajasthan	100	25-30	40
	Madhya Pradesh	100	25-30	40
Indore	Kantewala	4000-5000	5000	4000
Latur	Gauran	-	-	400
	Annagiri	-	-	400
	G-12	-	-	200

\*Arrivals in Delhi market in Motors, 1 Motor = 16 Tonnes

**Processed Chana Rates (Dall):**

Centre	Prices (Rs/Qtl)		
	30-08-2011	29-07-2011	30-08-2010
Jalgaon	3900-4000	3600-3700	2900
Latur	-	-	2800
Akola	3700-4000	3300-3600	2675-2700
Kanpur	3800	3500	2650
Bikaner	3700	3450	2550
Indore	-	3600-3725	3000
Delhi	3725-3775	3425-3525	2700
Gulbarga	3900-4000	3750-3800	Closed

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