

**Highlights of the week:**

- Pulses prices mostly featured steady to firm tone during the week ended on Dec 7<sup>th</sup>, 2011.
- Renewed demand for tur amid start of new crop arrival in Karnataka supported the prices.
- Availability of seasonal vegetables continue to affect the demand of processed pulses (dal) keeping prices in check besides increasing Rabi pulses sown area.
- Statistics Canada in its December update lowered the lentil production estimate by 4% to 1.532 MMT while revised up peas and chickpeas production by 5.3% and 68.4% to 2.116 and 0.91 MMT.
- Exports of pulses and specialty crop from Canada in November down by 19% from previous month (Oct) and down by 13% as compared to corresponding period last year.
- Exports from Myanmar (Burma) in October stood at 70,941 tonnes up by 12% from a year ago while the exports were down from September following weak demand from India. Exports to India stood at around 49000 tones out of the total exports in October. Black Matpe accounts for 57% out of the total Burmese export shipments followed by Tur and Moong at 21% and 15% respectively.

**Rabi 2011-12 Pulses sowing progress:-**

State	Current Year's Area (in lakh Hectares)	Last Year's Area in same period (in lakh Hectares)	% Change
Rajasthan (as on 2 Dec)	15.41	13.67	12.71
Maharashtra (as on 21 Nov)	6.53	7.79	-16.17
Bihar (as on 23 Nov)	1.25	1.14	9.65
Madhya Pradesh (as on Nov30)	38.04	37.04	2.70
Uttar Pradesh (as on Nov 30)	16.50	16.37	0.79
Orissa (as on 30 Nov)	6.01	6.42	-6.45
Gujarat (as on Dec 5)	1.71	1.65	4.13
Karnataka (as on 30 Nov)	9.73	10.56	-7.86
Andhra Pradesh (as on7 Dec)	8.07	8.33	-3.12
<b>Total Rabi Pulses (as on 2 Dec)</b>	<b>114.15</b>	<b>111.46</b>	<b>2.41</b>

As shown in the above table overall Rabi pulses sown area is up by 2.41% to 114.15 lakh hectares. Thanks to extended monsoon and higher MSP besides lucrative prices for pulses particularly chana and peas which motivated farmers to start early/timely cultivation of pulses crops. Higher area coverage is reported for chana and peas during this Rabi 2011-12 while sown area under lentil so far is down in all the major states as the area is shifting towards chana cultivation.

Crop condition is normal to better in the northern and central growing regions of the country while satisfactory in southern growing regions particularly in A.P. and Karnataka due to moisture stress in soil following deficient rains in monsoon season and higher temperature currently. So, rainfall is much needed in southern regions. Rains are also required over Northern and Central regions of country, but cold condition currently supporting crops growth.

## Chickpeas (Chana)

### Market Recap:

Chana prices witnessed steady to weak tone during the week ended on December 7<sup>th</sup>, 2011 on dull demand from millers/processors following poor offtake in processed chana (dal).

### Current Market Dynamics & Outlook:

Chana prices in all the markets mostly featured a steady to slightly weak tone on poor offtake for both chana whole and processed chana (dal) besides increasing rabi acreage. However, in bench mark market Delhi "Lawrence Road", the average chana prices which were Rs 3274 per quintal during the first half of the week, improved to Rs 3325 per quintal on renewed demand besides reports of crop stress in AP, Karnataka and to some extent in Maharashtra due to moisture stress in the soil.

On crop progress front, sown area under chana is up in Rajasthan, Uttar Pradesh, Madhya Pradesh and Gujarat while declined in Maharashtra, Andhra Pradesh (AP) and Karnataka due to lower soil moisture and deficient rains. However, recent rains over AP has provided some relief to the standing crop but still remains deficit and if no rains in coming 7-10 days then it would badly affect the yield of the crop in AP as well as in Karnataka and to some extent in Maharashtra.

The following table shows the state wise sown area under chana:-

State	Current Year's Area (in lakh Hectares)	Area in same period last year (in lakh Hectares)	% Change	Crop Condition
Rajasthan (as on 7 Dec)	15.21	14.47	5.00	N
Maharashtra (as on 21 Nov)	6.02	7.19	-16.27	S
Bihar (as on 7 Dec)	0.62	0.52	19.00	N
Madhya Pradesh (as on Nov30)	29.15	28.73	1.46	N
Uttar Pradesh (as on Nov 30)	8.09	7.52	7.58	N
Orissa (as on 30 Nov)	0.21	0.21	-0.90	N
Gujarat (as on Dec 5)	1.52	1.50	1.67	N
Karnataka (as on 30 Nov)	8.16	9.04	-9.75	S
Andhra Pradesh (as on 7 Dec)	4.98	5.28	-5.68	S

N – Normal; S- satisfactory

Area shift from masoor to chana is reported in Uttar Pradesh due to subdued masoor prices throughout the year.

On International front, firm tone witnessed in major International chickpea markets. However, currently comfortable stocks of Kabuli chana in Argentina and Australia restrict major uptrend in prices.

At present the market participants are more worried about chickpea production in Mexico as the country is suffering from worst drought ever which is likely to result into lower yields.

Meanwhile, as per the latest report of Statistics Canada, chickpeas production Canada increased by 68.4% to 90800 MT from the previous (Oct) estimate of 53,900 MT.

ABARE also revised up the Australian chickpeas production estimates by 3.95% to 394000 tonnes as compared to last year's 379000 tonnes despite steep fall in harvested area as favourable weather at the time of sowing/planting and growth stages resulted into higher yield. The following table shows the Australian Chickpeas Area, Production and Yield -

area planted (in '000 ha)			yield (in t/ha)			production (in '000 Mt)		
2010-11 s	2011-12 f	% Change	2010-11 s	2011-12 f	% Change	2010-11 s	2011-12 f	% Change
546	283	-48	0.69	1.39	101.45	379	394	3.95

Source: ABARE's Dec. 2011 crop update

In Queensland, Australia's major chickpea producing area, 73 thousand hectares are planted under chickpeas crop while the estimated yield is 1.91 tons/ha. Despite the fall of more than 50% in planted area, timely spring rainfall and good crop establishment resulted into higher yield that leads to rise of 24% to 138000 tonnes in total chickpea production in Queensland. Following table shows the state/region wise area and production summary of Chickpeas in Australia:

State		2011-12 f	2010-11e	2009-10	5 year average to 2010-11	% Change with last year
New South Wales	area (in '000 ha)	156	335	252	235	-53.43
	Prod. (in '000t)	181	201	304	232	-9.95
Victoria	area (in '000 ha)	35	25	39	33	40.00
	Prod. (in '000t)	45	48	25	23	-6.25
Queensland	area (in '000 ha)	73	168	125	101	-56.55
	Prod. (in '000t)	138	112	146	105	23.21
Western Australia	area (in '000 ha)	11	9	3	4	22.22
	Prod. (in '000t)	16	4	3	2	300.00
South Australia	area (in '000 ha)	9	10	10	7	-10.00
	Prod. (in '000t)	13	16	9	8	-18.75

(Source: ABARE, Pulse Australia)

Further, despite increase in production, lower carrying stocks and increasing domestic consumption may lead to 26.9% decline in chickpeas exports in 2011-12 year.

The following table illustrates the Australian Supply and disposal of Chickpeas:-

#### Australian supply and disposal of Chick Peas (in '000 Mt)

Year	Production	% Change	Apparent domestic use	% Change	Exports	% Change
2006-07	229		20		241	
2007-08	313	36.7	22	10.0	222	-7.9
2008-09	443	41.5	28	27.3	506	127.9
2009-10	487	9.9	34	21.4	492	-2.8

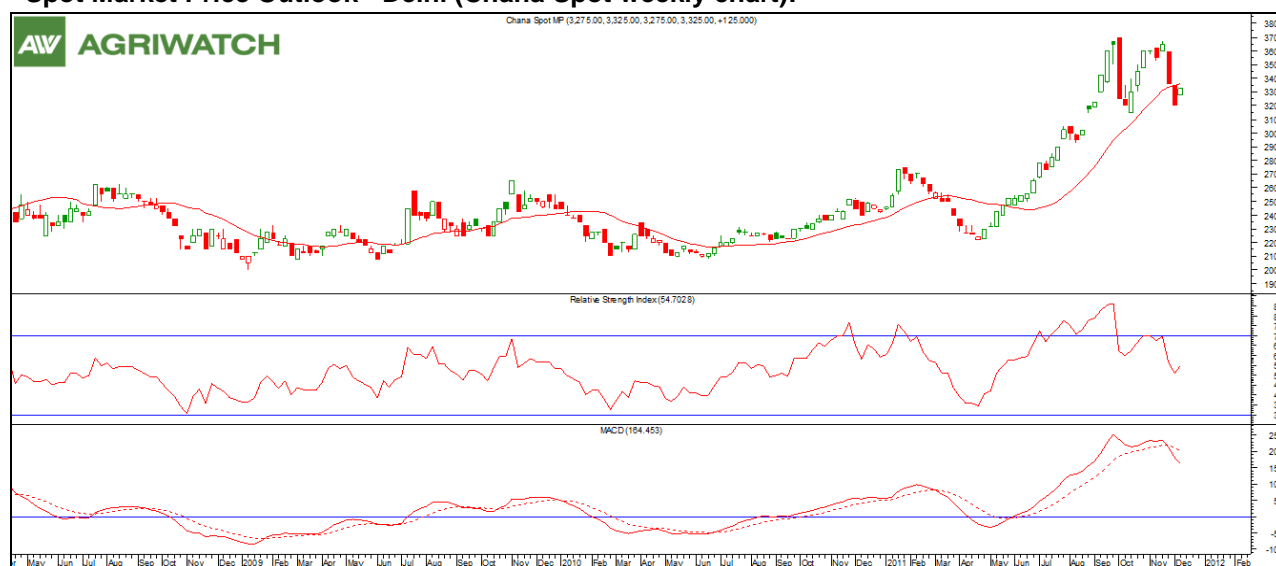
<b>2010-11</b>	379	-22.2	20	-41.2	458	-6.9
<b>2011-12</b>	394	4.0	23	15.0	335	-26.9

Source: Crop report ABARES December 2011

### Market Outlook:

Fresh buying support at current level may support the chana prices in coming week besides expectation of lower yield in southern part of the country and estimated decline in Australian chickpeas exports.

### Spot Market Price Outlook - Delhi (Chana Spot weekly chart):



The candlestick formation in chart depicts buying interest in market.

The oscillators RSI also indicate towards strong market. However, divergence of MACD with price line is also witnessed.

Currently, chana prices get strong support at 3100-3200 range.

<b>S2</b>	<b>S1</b>	<b>PCP</b>	<b>R1</b>	<b>R2</b>
3198	3037	3325	3472	3385
<b>Call</b>	<b>Entry</b>	<b>T1</b>	<b>T2</b>	<b>SL</b>
<b>BUY</b>	3281-3300	3372	3395	3124

### Futures Technical (NCDEX):

**CHANA**



The candlestick chart depicts indecision in the market.

However, bullish Harami candlestick formation in charts also hints toward the improvement in prices.

Moreover, Oscillator RSI also moving up in neutral zone hints further improvement in prices.

Currently, the 3000 level acts as strong support and breaching the same will take market to 2900-2800 level.

We expect chana prices to remain firm in coming weeks.

**Strategy:** Buy on dips

Intraday Supports & Resistances			S2	S1	PCP	R1	R2
Chana	NCDEX	December	2904	3000	3121	3277	3305
Intraday Trade Call			Call	Entry	T1	T2	SL
Chana	NCDEX	December	BUY	Above 3124	3199	3263	3198

#### Domestic Prices & Arrivals:

Centre		Prices (Rs/Qtl)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Mumbai	Australian	3150	3150	3400	2551
Delhi	Rajasthan	3225	3350	3500	2480
	Madhya Pradesh	3325	3400	3600	2500
Bikaner	Desi	3025	3200	3380	2480
Indore	Kantewala	3250	3250	3525	2400
Kanpur	Desi	3550	3610	3640	2490
Latur	Gauran	-	3500	3400	2500
	Annagiri	-	3600	3700	2575
	G-12	-	3500	3650	2200

Centre		Arrivals (in bags of 1 Quintal)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Delhi	Rajasthan	20	25	30	65
	Madhya Pradesh	20	25	30	65
Indore	Kantewala	1000	500	2500	1500
Latur	Gauran	Closed	-	-	1000
	Annagiri	Closed	-	-	200
	G-12	Closed	-	-	300

Arrivals at Delhi markets are in Motors, 1 motor = 9 or 15 Metric Tonnes.

#### Processed Chana Rates (Dal):

Centre	Prices (Rs/Qtl)			
	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Jalgaon	Closed	4300	4500	2950
Latur	Closed	4400	4500	2700
Kanpur	4025	4100	4150	2860
Bikaner	3650	4000	4050	2900
Indore	4250	4225	4575	3400
Delhi	3850	4000	4200	2950
Gulbarga	Closed	4500	4700	-

#### Peas (Matar)

##### Market Recap:

Steady to weak tone witnessed in pea prices during the week ended on December 7<sup>th</sup>, 2011 on sluggish trading activities in the Key markets.

##### Current Market Dynamics & Outlook:

Desi (local) peas prices in Kanpur market eased marginally by Rs 40-60 per quintal to Rs 2410 per quintal as compared to last week, while imported peas prices at Mumbai remained flat at last week's level on thin trading activity as well as higher parity to imported peas. Reportedly comfortable peas stocks of around 3.5-4 lakh tonnes (sufficient to meet the domestic demand for at least 2 months) further keeping prices in check. However, improvement in chana sentiment towards the week end provided support to peas prices.

Further on crop progress front, is in full swing in all major states and so far the sown area under peas is up in all the key growing states (MP, UP and Bihar). Following table shows the state wise area coverage of peas -

State	Current Year's Area (in lakh Hectares)	Area in same period last year (in lakh Hectares)	% Change
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<b>Bihar (as on 23 Nov)</b>	0.07	0.04	75.00
<b>Madhya Pradesh (as on Nov30)</b>	2.46	2.22	10.81
<b>Uttar Pradesh (as on Nov 30)</b>	3.84	3.25	18.15
<b>Orissa (as on 30 Nov)</b>	0.18	0.21	-14.72

On International front, peas production in Canada is revised up in latest report of statistics Canada to 2.116 MMT up by 5.3% from its earlier estimate but still remains much below the previous year's 2.9 – 3 MMT. On other hand, Australian peas production is expected to remain on lower side to 301000 tonnes down by 31% from last year. Overall the peas supply globally is expected to remain tight which may continue to support the international peas prices. Currently the Canadian green peas prices stood steady at last week's level of USD 495/MT.

The following table shows the Area and Production of peas in Australia:

**Australian Field peas crop production (d)**

Area planted (in '000 ha)			Yield (in t/ha)			Production (in '000t)		
2010-11 s	2011-12 f	% Change	2010-11 s	2011-12 f	% Change	2010-11 s	2011-12 f	% Change
292	244	-16	1.49	1.24	-16.779	434	301	-31

Source: Crop report ABARES December 2011

**State wise production of Field peas in Australia**

State		2011-12 f	2010-11 s	2009-10 a	Five-year average to 2010-11 a	% Change with last year
<b>New South Wales</b>	area (in '000 ha)	41	57	46	44	-28.07
	Prod. (in kt)	59	76	33	28	-22.37
<b>Victoria</b>	area (in '000 ha)	38	45	52	67	-15.56
	Prod. (in kt)	40	76	75	49	-47.37
<b>Western Australia</b>	area (in '000 ha)	55	72	60	68	-23.61
	Prod. (in kt)	52	50	65	61	4.00
<b>South Australia</b>	area (in '000 ha)	110	118	127	132	-6.78
	Prod. (in kt)	150	232	183	149	-35.34

(Source: ABARES)

**Australian supply and disposal of Field Peas(in '000 Mt)**

Year	Production	% Change	Apparent domestic use	% Change	Exports	% Change
<b>2006-07</b>	140		114		138	
<b>2007-08</b>	268	91.4	49	-57.0	141	2.2
<b>2008-09</b>	238	-11.2	204	316.3	137	-2.8
<b>2009-10</b>	356	49.6	226	10.8	162	18.2
<b>2010-11 s</b>	434	21.9	166	-26.5	303	87.0
<b>2011-12 f</b>	301	-30.6	157	-5.4	250	-17.5

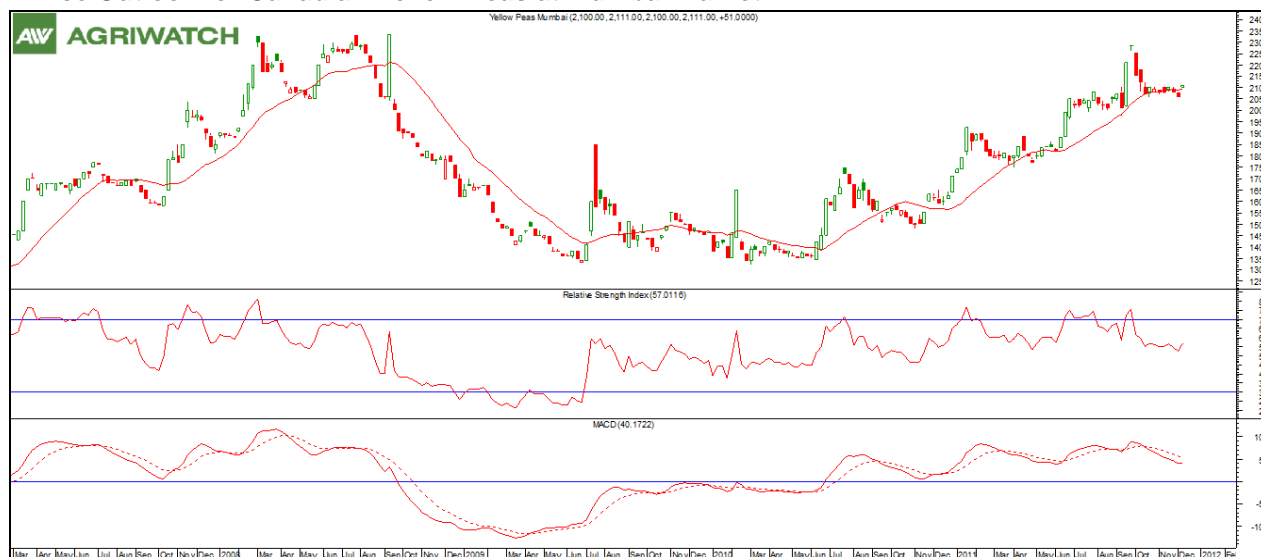
\* s ABARES estimate;f ABARES forecast

Source: Crop report ABARES December 2011

Peas exports from Australia is expected to declined by 17.5% to 250000 tonnes due to significant decline in peas production this year (2011-12).

**Market Outlook:**

Peas prices are expected to remain range bound and sideways in coming week on firm international fundamentals.

**Price Outlook for Canadian Yellow Peas at Mumbai Market:**


Candlestick formation in chart depicts range bound movement in prices. Oscillator RSI also supporting a sideways movement

While, momentum indicator MACD is moving down in positive zone.

Currently prices are moving in the range of 2080-2110 levels. Breaching either side will give prices new direction.

S2	S1	PCP	R1	R2
2049	2062	2100	2125	2152
Call	Entry	T1	T2	SL
BUY	Near 2080	2096	2105	2072

**Domestic & International Prices:**

Centre		Price (Rs/Qtl)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Mumbai	White American	2170	2130	2130	1701
	White Canadian	2111	2080	2081	1611
	Green American	2725	2750	2675	2600
	Green Canadian	2625	2600	2600	2150
Kanpur	Desi	2420	2450	2450	1835
International Prices at Chennai Port (\$/Ton)					
Chennai	Yellow Peas	-	-	550	370



**Pigeon pea (Tur)**
**Market Recap:**

Desi tur witnessed weak tone in most of the key tur market during the first half of the week while improved thereafter on fresh buying amid commencement of new crop arrivals. In tandem with improvement in desi tur prices, imported tur prices also improved in the key centers.

**Current Market Dynamics & Outlook:**

Tur prices which declined during the first half of the week on dull demand, improved towards the week end on fresh buying support. However, the weekly average prices remained below the last week's level. The average prices in Jalgaon market eased by Rs.100 per quintal to Rs.3500/Qtl from last week's while it declined by Rs.90-120 per quintal to Rs 3933 in Latur and to Rs. 2580 in Jalna markets. Expectation of lower tur output this season amid reports of yield loss in southern states of the country due to deficient rains.

Amid improvement in desi tur prices towards the week end, imported tur prices also surged in the key markets and remained well above the last week's level. The average imported Tur Arusha prices rose to Rs.3108 per quintal from last week Rs. 3075 per quintal.

Further, the new crop arrivals in Gulbarga (Karnataka) is about 3000-5000 bags (1 bag = 100Kg) per day currently which down from corresponding period last year's 10000-12000 bags per day. Vijayawada market also featured fresh crop arrivals of around 200-300 bags per day which is lower than the corresponding period last year's 1500-2000 bags per day. Lower tur crop arrivals are mainly attributed to lower yields.

On crop condition front, sources revealed that the new crop arrival comprises of below average quality due to deficient rains and they also revealed that the good quality availability would remain limited this year (2011-12). The standing crop of tur suffered severe moisture stress in southern states which lower the crops yield and also affected the quality.

The following table shows the parity/disparity during current week as compared to last week –

	<b>Burmese Lemon Tur (Current Offer)</b>	<b>Burmese Lemon Tur (Last week's Price)</b>	<b>African Tur (Arusha) Current Offer</b>
<b>C&amp;F Prices (in \$/MT)</b>	582	590	540
<b>INR (1 USD= Rs.51)</b>	29682	30090	27540
<b>Expenses (loading/unloading/clearing etc) at port</b>	1500	1500	1500
<b>Total Landed Cost (Rs/MT)</b>	31182	31590	29040
<b>Domestic Price at Chennai (Rs/MT)</b>	30450	31000	30000
<b>Parity/Disparity (Rs/MT)</b>	<b>-732</b>	<b>-540</b>	<b>960</b>

\*Average Week quotes are taken

As evident from the above table there is no parity in imports of Burmese Tur while African tur imports looks viable at the moment. Even if we consider that the INR may weaken further to 52 or 52.25 then also the imports of African tur would be viable as there will be parity of Rs 285-420/MT at current price quotes.

**Market Outlook:**

We expect tur prices to remain firm in coming week on fresh buying interest as well as expectation of lower crop output and quality issue in fresh crop arrivals.

**Price Outlook for Tur at Gulbarga Market:**


The chart above indicates range bound movement in tur markets.

In candlestick chart, formation of symmetrical triangle is seen in chart and level 3780 is acts as strong support to the prices while level of 3995 mark also acts as strong resistance. Breaching the level of 3995 might take market to new direction.

RSI oscillator and momentum indicator MACD also supports the sideways movement in prices. In addition, there movement in positive zone further suggest toward possible long position.

We expect tur prices to remain sideways with firmness during the coming week.

S2	S1	PCP	R1	R2
3750	3775	3850	4002	4054
Call	Entry	T1	T2	SL
BUY	3796-3822	3902	3948	3743

**Domestic Prices & Arrivals:**

Centre		Price (Rs/Qtl)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Mumbai	Burmese Lemon	3200	3080	3250	3125
Delhi	Burmese Lemon	3400	3350	3150	3125
Chennai	Burmese Lemon	3075	3000	3150	3150
Gulbarga	Red	Closed	3950	3891	3200

Latur	Red	Closed	3900	3950	3275
Jalna	Red	Closed	2650	3050	2900
Jalgaon	Red	Closed	3500	3500	3500
<b>International Prices at Chennai Market (\$/Ton)</b>					
Chennai	Burmese Tur	595	575	625	-
<b>Centre</b>		<b>Arrivals (in bags of 1 Quintal)</b>			
	<b>Variety</b>	<b>06-12-2011</b>	<b>29-11-2011</b>	<b>05-11-2011</b>	<b>06-12-2010</b>
Gulbarga	Red	Closed	600	3000	4000
Latur	Red	Closed	2500	1500	1000
Jalna	Red	Closed	-	-	-
Jalgaon	Red	Closed	100	100	-

### Black Matpe (Urad)

#### Market Recap:

Both desi and imported urad mostly featured a weak tone during the week ended on December 7<sup>th</sup>, 2011 on thin trading activity.

#### Current Market Dynamics & Outlook:

During the period prices of desi as well as imported urad declined in all the key markets following subdued trading activity from millers/processors following dull demand for processed urad (dal). The average prices of urad in Indore and Maharashtra tumbled by Rs.140 and Rs.80 per quintal to Rs.3060 and Rs.3460 per quintal respectively. In line with declining prices for desi urad, imported urad prices also eased in the key markets. In Mumbai, prices declined by Rs70-80 per quintal to Rs 3450 per quintal as compared to last week.

Further, the below average quality arrivals in the markets fetching at discount also added to the week tone.

On Rabi crop progress front, the sowing is going on smoothly in all the key growing regions (AP, Orissa and Karnataka). Thanks to the recent rains over AP which supported the sowing activity and so far the sown area is up in AP which is one of the key growing region for Rabi urad. The following table shows the Rabi sowing progress in the key states -

State	Current Year's Area (in lakh Hectares)	Last Year's Area in same period (in lakh Hectares)	% Change
<b>Orissa (as on 30 Nov)</b>	1.73	1.55	11.85
<b>Karnataka (as on 30 Nov)</b>	0.05	0.01	400.00
<b>Andhra Pradesh (as on 7 Dec)</b>	2.40	1.82	31.87

On import front, C&F (Chennai) quotes for Urad FAQ which were US \$ 615/MT last week has improved marginally to US \$ 618-620/MT amid fresh trade enquiries as importers are currently finding parity in imports.

The table below shows the parity/disparity in imported urad and comparison with last week -

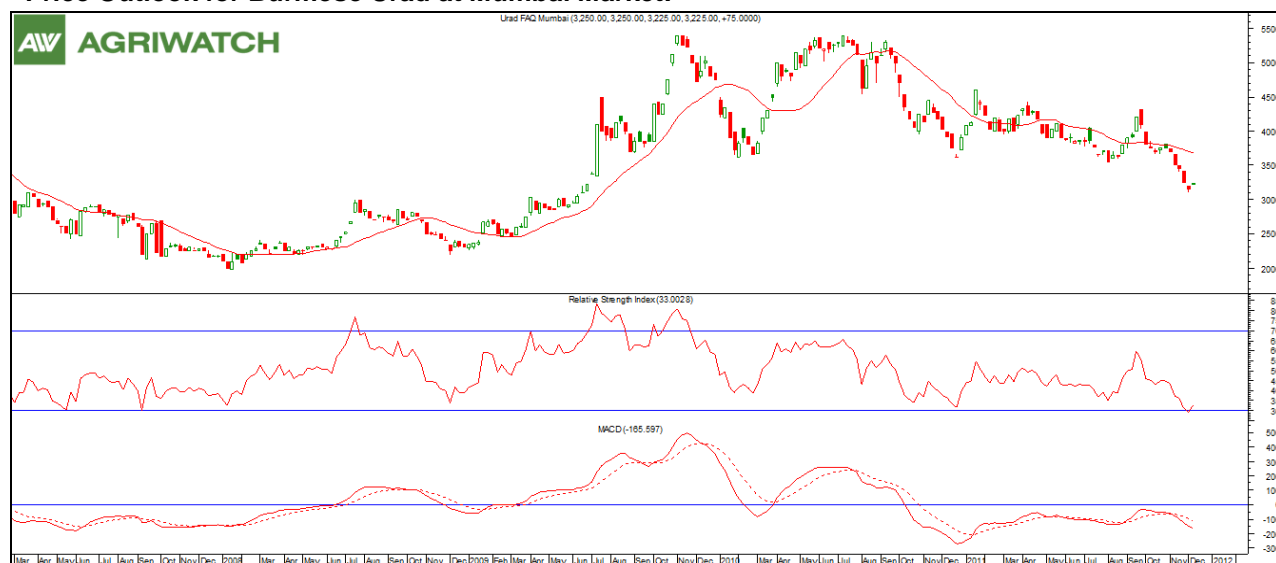
	Urad (FAQ) Burmese Current week	Urad (FAQ) Burmese (Last week's Offered Price)	Urad (SQ) Burmese this week
<b>C&amp;F Prices (in \$/MT)</b>	618	615	663
<b>INR (1 USD= Rs.51)</b>	31518	31365	33813
<b>Expenses (loading/unloading/clearing etc) at port</b>	1500	1500	1500
<b>Total Landed Cost (Rs/MT)</b>	33018	32865	35313
<b>Domestic Price at Chennai (Rs/MT)</b>	34540	35330	37370
<b>Parity/Disparity (Rs/MT)</b>	1522	2465	2057

\*Average Week quotes are taken

### Market Outlook:

Urad prices are likely to remain range bound with slight firmness expected demand for good quality urad amid lower availability.

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



The candlestick formation in chart hints buying interest in market.

Oscillators RSI is now moving upward in positive zone.

However, negative divergence is been seen between price line and MACD.

Meanwhile, levels 3392 was acting as good resistance level and breaching the same would take level at 3493 levels.

We expect prices to remain firm in coming week.

S2	S1	PCP	R1	R2
2830	2903	3100	3354	3427
Call	Entry	T1	T2	SL
BUY	Above 3225	3298	3354	3185

**Domestic & International Prices:**

Centre		Prices (Rs/Qtl)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Mumbai	Burmese FAQ	3225	3100	3700	4000
Delhi	Burmese FAQ	3100	3500	3775	4050
Chennai	Burmese FAQ	3425	3450	3900	4150
	Burmese SQ	3700	3750	4150	5350
Indore	Desi	3000	3100	3300	4000
	MH	3400	3500	3700	4200
Vijayawada	Polished	4000	3900	4200	-
Latur	Local	Closed	3750	4000	3200
Akola	Local	3450	3300	3800	3500
Jalgaon	Desi	Closed	3300	3900	3800
Ashok Nagar	Local	Closed	2800	3000	3300
International Prices at Chennai Market (\$/Ton)					
Chennai	Burmese FAQ	625	590	770	910
	Burmese SQ	670	650	825	1135

**Urad Arrival**

Centre		Arrivals (in bags of 1 Quintal)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Jalgaon	Desi	Closed	100	200	300
Latur	Local	Closed	3000	3000	1000
Akola	Local	500	400	800	1500
Ashok Nagar	Local	Closed	2500	3000	5000
Indore	MH	600	500	1200	1000

**Processed Urad Rates:**

Centre	Prices (Rs/Qtl)			
	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Jalgaon	Closed	5200	5700	5600
Bikaner (Split)	4000	4300	4600	4800
Indore	5800	5800	6100	6200

## Lentils (Masoor)

### Market Recap:

Mostly steady to weak tone witnessed in lentil prices during the week ended on December 7<sup>th</sup>, 2011 as on lack luster trading activity.

### Current Market Dynamics & Outlook:

During the period, average desi (local) masoor prices in Kanpur eased by Rs. 30-40 per qtl to Rs.2790 per qtl from last week's Rs. 2838 per qtl on dull buying activity while prices for UP and MP line masoor at Delhi declined by Rs 80-100/Qtl on dull trade.

On sowing front, latest updates from state agricultural departments reveals that so far the sowing is well ahead in Orissa and Madhya Pradesh as compared to corresponding period last year, while witnessed fall in sown area in Uttar Pradesh by 18.4% as area shift from masoor to chana and to some extent to peas reported amid subdued prices throughout the year.

The table below shows the state wise area coverage of masoor this Rabi 2011-12 -

State	Current Year's Area (in lakh Hectares)	Last Year's Area in same period (in lakh Hectares)	% Change
Bihar (as on 16 Nov)	0.66	0.57	15.79
Madhya Pradesh (as on Nov30)	5.94	5.57	6.64
Uttar Pradesh (as on Nov 30)	4.57	5.6	-18.39
Orissa (as on 30 Nov)	0.08	0.07	20.84

On International front, Statistics Canada in its latest report revised lower the lentil production estimate by 4% to 1.532 MMT as compared to earlier estimate of 1.596 MMT in October. Despite of marginally lower crop output there are plenty of lentils to export as stated by the government of Alberta and exports in September and October 2011 remained on higher side as compared to the average levels and last year's export.

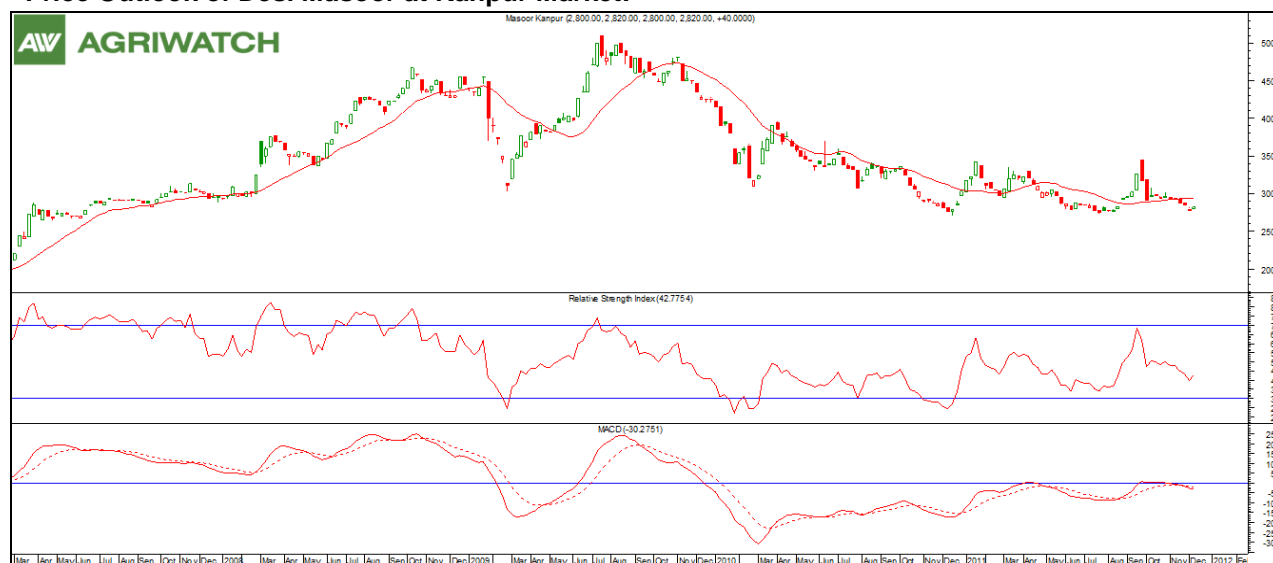
At present, Turkey is the largest buyer of Canadian lentils (green and red lentils). However, Turkey is also acting as a stiff competitor by re-exporting huge portion of imported lentils. Meanwhile, exporters are expecting steady shipments to Turkey in coming months.

Canadian exporters are also getting stiff competition from Australian exporters for lentil exports to South Asia as the Australian exporters are shipping old stocks from previous year.

Meanwhile, in the US and Australia lentil output is expected to fall by 45% and 18% to 213870 and 251000 tonnes respectively.

### Outlook:

Masoor prices are likely to remain range bound during the coming week on subdued trading activity domestically and International price offers are also expected to remain flat at US \$525/MT amid dull demand from India.

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


Candlesticks chart indicates indecision in market.

However, positive divergence in prices and MACD also witnessed.

Still the prices are moving in levels 2800 and 2900 and these levels are acting as strong support and resistance for the prices.

Meanwhile, RSI further hints towards possible uptrend in market.

We expect prices to remain firm with range bound movement in coming week.

S2	S1	PCP	R1	R2
2757	2770	2820	2892	2990
Call	Entry	T1	T2	SL
BUY	Above 2796	2844	2866	2770

**Domestic & International Prices:**

Centre		Prices (Rs/Qtl)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Mumbai	Red Lentils	2500	2525	2750	3000
Delhi	Chanti Export	3900	4000	4125	4450
	MP/ Kota Line	2700	2800	2950	2900
	UP/ Sikri Line	2900	3000	3200	3400
Kanpur	Mill Delivery	2820	2810	2930	2825
	Bareilly Delivery	2860	2860	2990	2860
Indore	Mota Masra	2850	2800	2925	3050
International Prices at Chennai Port (\$/Ton)					
Chennai	Laird Lentils	-	-	-	-

**Processed Masoor Rates:**

Centre	Prices (Rs/Qtl)
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	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Kanpur (Malka)	3200	3200	3380	3425
Indore	3400	3350	3575	3600
Delhi (Badi Masoor)	3500	3600	3700	3600
Delhi (Choti Masoor)	3850	3900	4050	4400
Katni	Closed	3350	3450	3550

### Green Gram (Moong)

#### Market Recap:

Both desi and imported moong prices witnessed weak tone during the week ended December 7<sup>th</sup>, 2011.

#### Current Market Dynamics & Outlook:

During this period, imported moong at Mumbai featured a sharp fall in average prices by Rs.100-125 per Qtl to Rs. 33200/Qtl from last week's Rs.3450/Qtl dull demand in domestic markets. Meanwhile, desi moong prices in Jaipur market also tumbled by 200-250 per quintal to Rs.3716 per quintal.

On crop sowing front, fall of 40.74% to 0.32 Lakh ha. was recorded in Andhra Pradesh from the last year's 0.54 lakh ha. Moreover, sown area in Karnataka also dwindles by 28.5% to 2.73 lakh ha. in comparison of last year's 3.82 lakh ha. In Southern states of country low rainfall in this year monsoons season leads to lower soil moisture. Meanwhile, farmer also shifts towards more beneficiary crop like chilli in these regions.

However, the planted crop is in satisfactory conditions but a rainfall in coming days would leads to better yields.

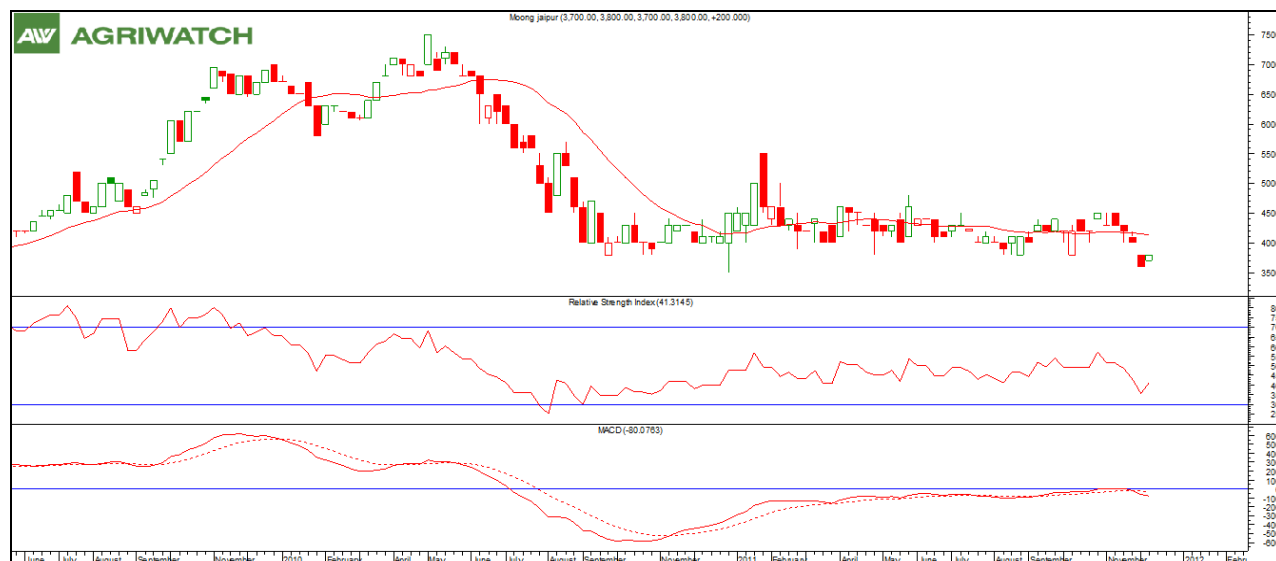
On export front, 7331.7 MT of mong is been exported from Myanmar during October months. While , in November months more of African moong was landed at key ports.

#### Market Outlook:

Range bound movement with slight firmness may be witnessed in moong prices in coming weeks.

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





The candlestick formation in chart depicts indecision in market.

Prices are likely to move in between 3600-4000 levels

However, Oscillator RSI hints for further correction in market.

We expect, moong prices to remain weak in near weeks.

S2	S1	PCP	R1	R2
3507	3626	3800	3973	4081
Call	Entry	T1	T2	SL
BUY	3693-3700	3813	3873	3630

#### Domestic Prices:

Centre		Prices (Rs/Qt)			
	Variety	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Mumbai	Annaseva	3325	3300	3450	3950
Chennai	Pedishwa	-	-	-	4600
Delhi	Karnataka	4800	4800	4800	-
	Merta city Mogar	4300	4300	4500	4500
Indore	Chamki	4200	4200	4300	4000
Kanpur	Desi	3500	3600	3950	-
Jaipur	Desi	3800	3800	4300	4000
Jalna	Chamki	Closed	4450	4700	5800
Akola	Local	4050	4200	4400	4000

#### Moong arrival

Centre	Arrivals (in bags of 1 Quintal)			
	06-12-2011	29-11-2011	05-11-2011	06-12-2010

Indore	900	1200	1500	700
Jaipur	30000	50000	50000	25000
Kanpur	200	100	200	-
Jalna	Closed	100	400	-
Akola	600	500	700	2000

**Processed Moong Rates:**

Centre	Prices (Rs/QtI)			
	06-12-2011	29-11-2011	05-11-2011	06-12-2010
Jalgaon	Closed	5700	5900	5700
Bikaner (Split)	4900	5200	5200	5200
Indore	5600	5700	5800	5600

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