

Highlights of the week:

- Steady to firm tone witnessed in week ended on Dec 27th, 2011.
- On rabi pulses front sown area, marginally 1.03 lakh hectares down to 134.18 lakh ha. as compared to last year corresponding period.
- Indian government assigned Rs. 80 Cr. to aid various states to increase rabi sown acreage under essential pulses and food grains.
- As per USDA, total pulses production in China surge by 7% to 4.2 MT. However, pulses production contribute less than 1% of China's annual grain and feed output and even obtain no production support from central government.
- On tender front, USDA release 60MT purchase tender of black beans for January to February shipments.
- While as per US agricultural report, depreciation of Indian rupees slows the India pulses imports.
- As per latest statement from IPGA, there has been 5-7% expected decline in total pulses production in India.
- Commencement of fresh chana (Anagiri variety) is reported in south Indian markets. And market participants are expecting the chana of Maharashtra line will be in market in next 15-20 days.
- As per latest updates, state owned agencies (MMTC, STC, NAFED and PEC) underwent losses of Rs.1201 cr. on import and sale of pulses during 2006-11.

All India Rabi Pulses Crop Situation as on 16-12-2011

Crop Name	Area sown reported* (In lakh hectares)		% Change
	16.12.2011	16.12.2010	
Gram	85.78	89.68	-4.35
Lentil	14.50	14.81	-2.09
Peas	7.94	6.92	14.74
Kulthi (Horse Gram)	4.57	4.56	0.22
Urad	6.33	5.15	22.91
Moong	3.24	3.36	-3.57
Lathyrus	4.03	4.24	-4.95
Others	5.34	5.17	3.29
Total Pulses	134.18	135.21	-1.10

(As per latest updates)

Crop Name	Area sown reported* (In lakh hectares)		% Change
	In 2011	In 2010	
Chhattisgarh**	7.11	8.52	-16.55
Uttar Pradesh	18.13	17.89	1.34
Rajasthan	16.08	15.89	1.20
Andhra Pradesh	9.91	9.46	4.76
Karnataka	9.81	11.15	-12.02
Madhya Pradesh	41.15	40.29	2.13
Gujarat	2.061	2.136	-3.51
Bihar	4.36	4.22	3.32
Maharashtra	9.66	11.87	-18.62
Orissa	7.69	7.48	2.81
Tamil Nadu	3.623	2.891	25.32
Total	134.18	135.21	-0.76

(** Last year total Area,* as per last year updates)

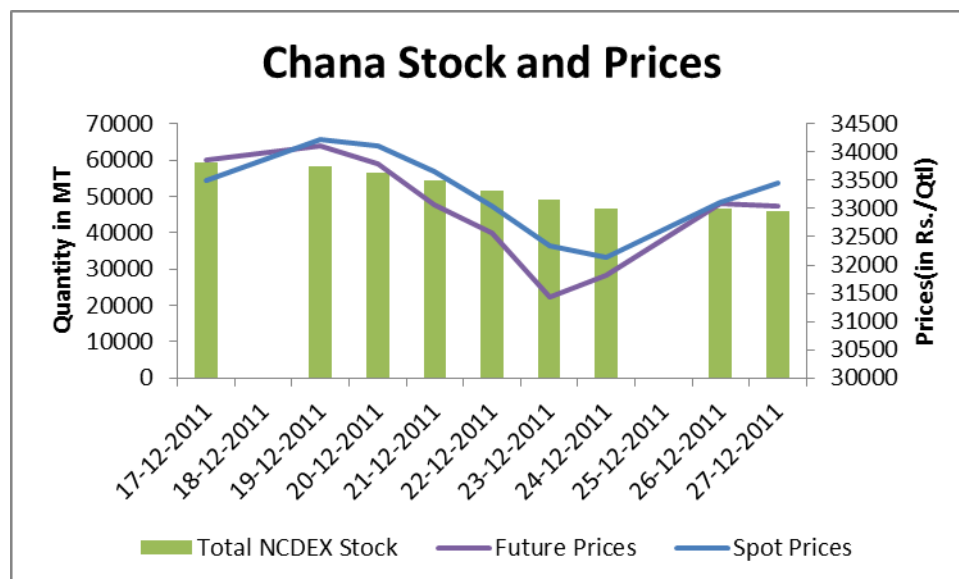
Chickpeas (Chana)

Market Recap:

Mixed tone featured in chana prices during the week ended on December 27th, 2011 on irregular demand in domestic market.

Current Market Dynamics & Outlook:

Prices in all the domestic markets mostly featured a mixed tone. As in Kanpur market, chana average prices tumbles at Rs.3382 per quintal from the previous week. However, in benchmark market Delhi "Lawrence Road", the average chana prices were Rs. 3421 per quintal during the week, a rise of 20-30 per quintal in comparison to last week's Rs.3389 per quintal.



As above graph depicts that in early part of week chana prices in future markets fall due to huge NCDEX chana stock delivery and the dull demand from miller's front in domestic markets leads to a dip in chana spot prices. While on later, improved buying interest at around Rs.32000 per MT supports the prices. On Dec., 17th NCDEX holds 59347 MT total chana stocks while on 27th Dec, stocks reduced to 45809 MT.

On crop progress front, total sown area under gram or chana is also down by 4.35% to 85.78 Lha against 89.68 lha same period last year. Meanwhile in Uttar Pradesh, Rajasthan, Madhya Pradesh and in Bihar the sown area under gram surge by 2.08%, 0.577%, 0.79%, 12.6% respectively to 8.33 lha., 15.68 lha. , 31.85 lha. and 12.6 lha. in comparison of corresponding period in previous year. While planted area under Maharashtra, Andhra Pradesh, Karnataka, Gujarat and Orissa fell by 18.8%, 5.8%, 15.5%, 3.96% and 2.3% respectively to last year corresponding sown area.

Commencement of fresh chana (Anagiri variety) is reported in south Indian markets during this week while market participants are expecting the chana of Maharashtra line will be in market in next 15-20 days.

On the international front, 25-30 containers of Australian chana arrived at Mumbai port which is priced at Rs.3600 per quintal.

Market Outlook:

Chana prices are expected to remain firm on lower stock availability amid lower sown area in this year.

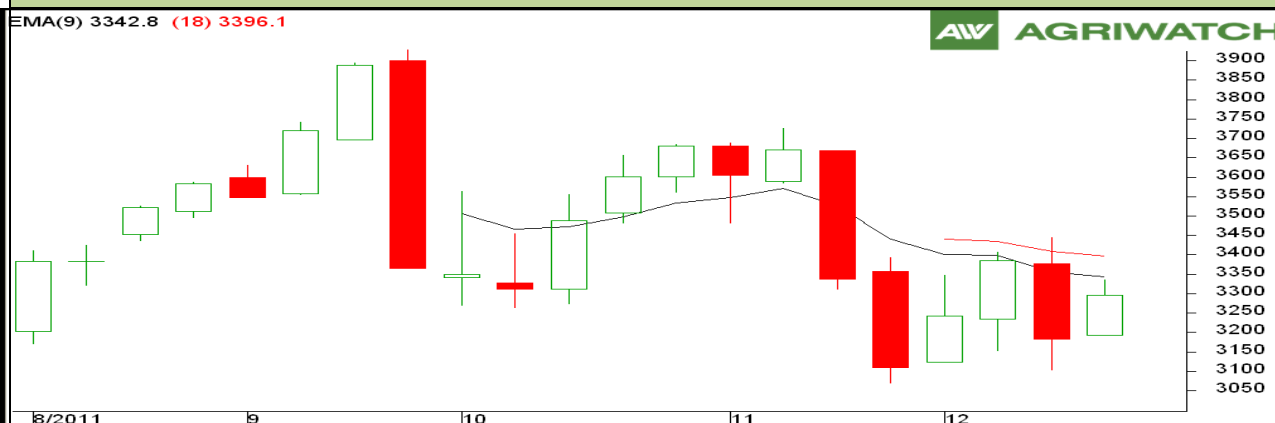
Spot Market Price Outlook - Delhi (Chana Spot weekly chart):


The candlestick formation in chart depicts buying interest in market.

The oscillators RSI also indicate towards strong market.

We expect chana prices to remain firm in coming weeks.

S2	S1	PCP	R1	R2
3059	3134	3329	3489	3504
Call	Entry	T1	T2	SL
BUY	Above 3279	3359	3402	3238

Futures Technical (NCDEX):
CHANA


The candlestick chart depicts indicates buying interest in in market.

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

We expect chana prices to remain firm in the coming weeks.

Strategy: Buy on dips

Intraday Supports & Resistances			S2	S1	PCP	R1	R2
Chana	NCDEX	December	3039	3149	3285	3528	3584
Intraday Trade Call			Call	Entry	T1	T2	SL
Chana	NCDEX	December	BUY	Above 3233	3366	3410	3168

Domestic Prices & Arrivals:

Centre	Variety	Prices (Rs/Qtl)			
		26-12-2011	17-12-2011	24-11-2011	24-12-2010
Mumbai	Australian	3500	3275	3350	2800
Delhi	Rajasthan	3275	3350	3425	2475
	Madhya Pradesh	3350	3425	3500	2475
Bikaner	Desi	3125	3200	3380	2450
Indore	Kantewala	3400	3400	3350	2350
Kanpur	Desi	3580	3620	3675	2475
Latur	Gauran	3300	3300	3500	2500
	Annagiri	3600	3600	3600	2575
	G-12	3400	3300	3500	2275

Centre	Variety	Arrivals (in bags of 1 Quintal)			
		26-12-2011	17-12-2011	24-11-2011	24-12-2010
Delhi	Rajasthan	20	15	30	45
	Madhya Pradesh	20	15	30	45
Indore	Kantewala	500	1000	1200	1200
Latur	Gauran	-	-	-	700
	Annagiri	-	-	-	100
	G-12	-	-	-	100

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

Processed Chana Rates (Dal):

Centre	Prices (Rs/Qtl)			
	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Jalgaon	4300	4300	4400	3000
Latur	4200	4300	4500	2600
Kanpur	4250	4100	4400	-
Bikaner	4050	4050	4175	2825
Indore	3850	3900	4100	2875
Delhi	4325	4400	4400	3400
Gulbarga	3800	3925	4075	2825

Peas (Matar)

Market Recap:

Steady to firm tone witnessed in pea prices during the week ended on December 27th, 2011 on renewed buying activity in domestic markets. While imported pea remain flat during this period.

Current Market Dynamics & Outlook:

Desi (local) peas prices in Kanpur market increased marginally by Rs 30-40 per quintal to Rs 2461 per quintal as compared to last week. Meanwhile, imported peas prices at Mumbai remain flat between Rs. 2110-2120 per quintal.

On crop progress front, sowing is in full swing in all major states and so far the sown area under peas are up in key growing states (U.P., M.P. and Bihar). The sown area in U.P., M.P. and Bihar surge by 18.6%, 13.5% and 10.7% to 4.08 lakh ha., 2.68lha. and 0.31 lha. respectively as in comparison of 3.44lha., 2.36lha and 0.28 lha in previous year. However, sowing progress in Orissa is lagging behind by 4.7% to 0.23 lha. as compared with 0.24% in last year.

On International front, 1630434 MT of peas are exported from Canadian port. While Canadian Grain Commission states a fall of 15.6% to 1,97,400 MT was reported in visible field pea stocks in comparison of 2,34,000 MT in last year.

In China, dried pea production is expected at around 400,000 MT down 20 per cent year-on-year due to increasing cost of production, which is causing domestic processors to substitute more competitive price, imported dried peas.

On international tender front, USDA release 11,270 MT purchase tender of yellow peas for February to March shipments.

Market Outlook:

The commodity prices are expected to remain range bound with slight firmness in near term on strong international and domestic fundamental.

Price Outlook for Canadian Yellow Peas at Mumbai Market:



Range bound movement witnessed in pea prices.
Oscillator RSI also supports sideways movement. While, momentum indicator MACD shows negative divergence with price line.
Prices are likely to moves in 2100-2200 range.We expect prices to remain firm in medium term.

S2	S1	PCP	R1	R2
2061	2082	2111	2181	2214
Call	Entry	T1	T2	SL
BUY	Above 2100	2130	2145	2085

Domestic & International Prices:

Centre		Price (Rs/Qtl)			
	Variety	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Mumbai	White American	2175	2175	2140	1700
	White Canadian	2121	2111	2091	1625
	Green American	2725	2750	2700	2525
	Green Canadian	2625	2600	2600	2150
Kanpur	Desi	2480	2410	2470	1950
International Prices at Chennai Port (\$/Ton)					
Chennai	Yellow Peas	450	450	-	-

Pigeon pea (Tur)
Market Recap:

Desi tur witnessed mixed tone during the week ended on 27th December, 2011 on strong demand for new crop and dull buying interest for older crop

Current Market Dynamics & Outlook:

Prices in most of the domestic markets surged on fresh buying support for new crop. The average prices in Jalgaon market rose by Rs.200-250 per quintal to Rs.3850/Qtl from last week's while it also surged by Rs.20-30 per quintal to Rs 4150 in Latur.

However, in Jalna market red tur remain flat at Rs.2700 per quintal whereas strong demand from buyer surge white tur prices from Rs.3810 to Rs.4058 per quintal during this period.

Meanwhile, dull demand for turd all in Gulbarga market weighs on tur prices. The tur fatka dal fell by 250-300 per quintal to Rs.5616 per quintal that resulted into downfall in tur prices from Rs.4008 per quintal to Rs.3850 per quintal.

On imported tur front, commencement of new tur crop leads to sluggish demand of impoted tur. The average imported Tur Arusha prices fell by Rs.80-100 per quintal to Rs.3064 per quintal from last week Rs. 3171 per quintal. Moreover, Mozambique origin tur prices remained flat at its lower lever i.e. Rs.2755 per quintal.

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

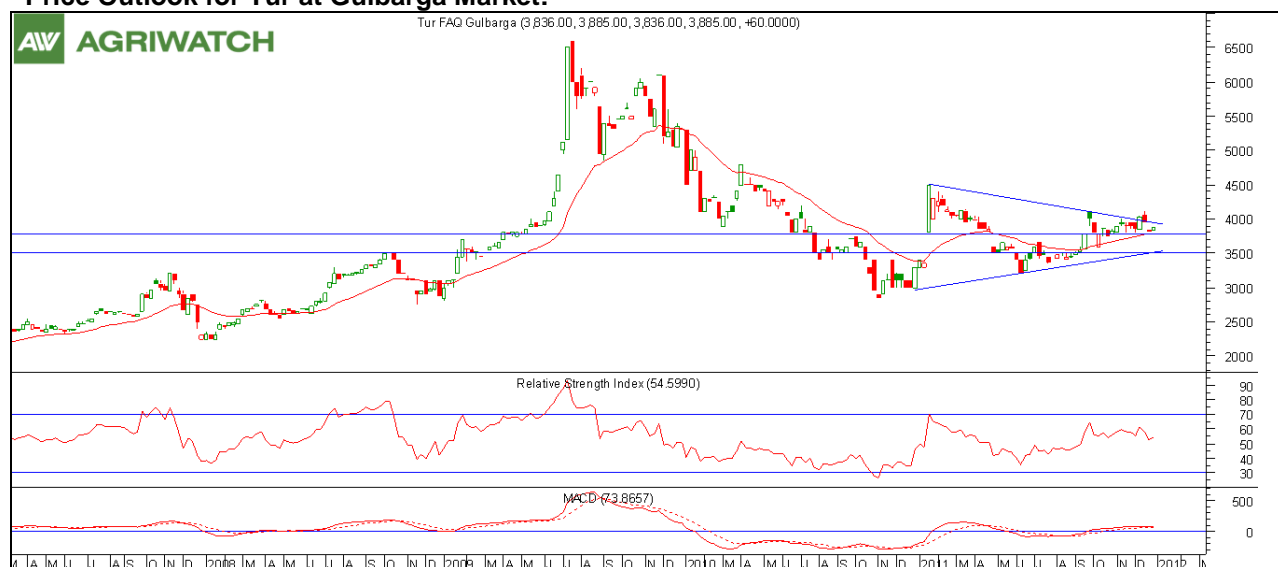
	Burmese Lemon Tur (Current Offer)	Burmese Lemon Tur (Last week's Price)
C&F Prices (in \$/MT)	590	608
INR (1 USD= Rs.52)	30680	31616
Expenses (loading/unloading/clearing etc) at port	1500	1500
Total Landed Cost (Rs/MT)	32180	33116
Domestic Price at Chennai (Rs/MT)	30570	31270
Parity/Disparity (Rs/MT)	-1610	-1846

As evident from the above table there is huge disparity in imports of Burmese Tur at Chennai markets as high exchange rate still makes imports unviable at the moment.

Market Outlook:

Tur prices may expect firm tone in near term on strong buying interest for fresh crop as well as expectation of lower crop output and quality issue in fresh crop arrivals.

Price Outlook for Tur at Gulbarga Market:



The candlestick formation in chart indicates buying interest in markets. In candlestick chart, formation of symmetrical triangle is seen in chart and level 3778 acts as a strong support to the prices while level of 3995 mark acts as a strong resistance. Breaching the level of 3995 might take market to new direction. Momentum indicator MACD also supports the sideways movement in prices. Whereas, negative divergence of price line with oscillator RSI caution bullish sentiments in markets. We expect tur prices to remain firm in near term.

S2	S1	PCP	R1	R2
3778	3880	3885	4116	4147
Call	Entry	T1	T2	SL
BUY	Above 3849	3992	4056	3788

Domestic Prices & Arrivals:

Centre	Variety	Price (Rs/Qtl)			
		26-12-2011	17-12-2011	24-11-2011	24-12-2010
Mumbai	Burmese Lemon	3211	3325	3235	2800
	Arusha	3100	3125	3125	2550
Delhi	Burmese Lemon	3400	3550	3425	2800
Chennai	Burmese Lemon	3050	3200	3150	2800
Gulbarga	Red	3836	3950	3950	3000
Latur	Red	4100	4150	4025	3100
Jalna	Red	2700	2700	2900	3175
Jalgaon	Red	4100	3600	3600	3500
International Prices at Chennai Market (\$/Ton)					
Chennai	Burmese Tur	590	605		-

Centre	Variety	Arrivals (in bags of 1 Quintal)			
		26-12-2011	17-12-2011	24-11-2011	24-12-2010
Gulbarga	Red	10000	8000	5000	5000
Latur	Red	10000	4000	3000	2000
Jalna	Red	700	-	-	-
Jalgaon	Red	700	100	100	-

Black Matpe (Urad)
Market Recap:

Both desi and imported urad mostly featured a weak tone during the week ended on December 27th, 2011 on sluggish buying interest. However, expected lower crop output this year restricts the major downfall in prices.

Current Market Dynamics & Outlook:

During the period average prices of desi urad at Jaipur market declined by Rs.100 per quintal to Rs.3585 per quintal from last week. Moreover, prices also fell by Rs.50 per quintal to Rs.3133 per quintal in Indore market.

While urad prices in all other major trading center fell due to dull domestic demand. The average prices in Jalna and Latur market fall to Rs.3233 and Rs.3800 per quintal. Meanwhile, prices in Mumbai fell by Rs.150-175 per quintal to Rs.3171 per quintal.

On crop progress front, the sowing is well ahead this year in comparison of previous year. The sown area under rabi urad in A.P., Karnataka and Orissa is up by 48.1%, 75% and 13.1% to 3.63 lakh ha., 0.05 lha. and 2.14 lha. respectively from last year corresponding sown area.

Meanwhile, imported urad FAQ and SQ at Chennai also fell by Rs.160 and Rs.90 to Rs.3835 and Rs.3371 per quintal respectively.

On import front, C&F (Chennai) quotes for Urad FAQ, which were US \$ 644/MT last week has reduced to to US \$ 619/MT in tandem with fell witnessed in domestic markets. While, fell of USD 13-15/MT also reported in urad SQ during this period.

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

	Burmese Urad FAQ (Current Offer)	Burmese Urad FAQ (Last week's Price)	Burmese Urad SQ (Current Offer)	Burmese Urad SQ (Last week's Price)
C&F Prices (in \$/MT)	619	644	674	697
INR (1 USD= Rs.52)	32188	33488	35048	33813
Expenses (loading/unloading/clearing etc) at port	1500	1500	1500	1500
Total Landed Cost (Rs/MT)	33688	34988	36548	35313
Domestic Price at Chennai (Rs/MT)	33710	35150	38350	3877
Parity/Disparity (Rs/MT)	22	162	1802	2057

Market Outlook:

We expect commodity prices to remain firm as on lower crop output this year.

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.

We expect prices to remain firm in coming week.

S2	S1	PCP	R1	R2
3028	3098	3175	3396	3442
Call	Entry	T1	T2	SL
BUY	Above 3169	3284	3348	3109

Domestic & International Prices:

Centre		Prices (Rs/Qtl)			
	Variety	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Mumbai	Burmese FAQ	3200	3325	3325	3611
Delhi	Burmese FAQ	3400	3500	3600	3600
Chennai	Burmese FAQ	3325	3500	3600	3900
	Burmese SQ	3800	3900	3900	5000
Indore	Desi	3200	3100	3300	4000
	MH	3500	3500	3600	4000
Vijayawada	Polished	4050	4100	-	4700
Latur	Local	3800	-	3800	3400
Akola	Local	3500	3500	3500	-
Jalgaon	Desi	3600	3700	3600	3700
Ashok Nagar	Local	3000	3100	2800	3300
International Prices at Chennai Market (\$/Ton)					
Chennai	Burmese FAQ	610	630	640	-
	Burmese SQ	670	680	690	-

Urad Arrival

Centre		Arrivals (in bags of 1 Quintal)			
	Variety	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Jalgaon	Desi	100	100	100	300
Latur	Local	4000	3000	3000	500
Akola	Local	400	1000	400	-
Ashok Nagar	Local	2000	1500	2000	5000
Indore	MH	600	500	500	800

Processed Urad Rates:

Centre	Prices (Rs/Qtl)			
	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Jalgaon	5500	5500	5600	5500
Bikaner (Split)	4300	4500	4400	4550
Indore	5800	6200	6000	5500

Lentils (Masoor)

Market Recap:

Steady to firm tone witnessed in lentil prices during the week ended on December 27th, 2011 as on fresh buying interest at current levels.

Current Market Dynamics & Outlook:

During the period, average desi (local) masoor prices in Kanpur remained flat at Rs.3085-3095 per quintal while firm tone witnessed at Delhi markets , prices for UP and MP origin masoor at Delhi market surge by Rs 150 and Rs 30 per quintal respectively to Rs.3275 and Rs.3108 per quintal. Meanwhile, during this period session Bundi origin, Masoor was traded at Rs.2750-2900 per quintal in Delhi market.

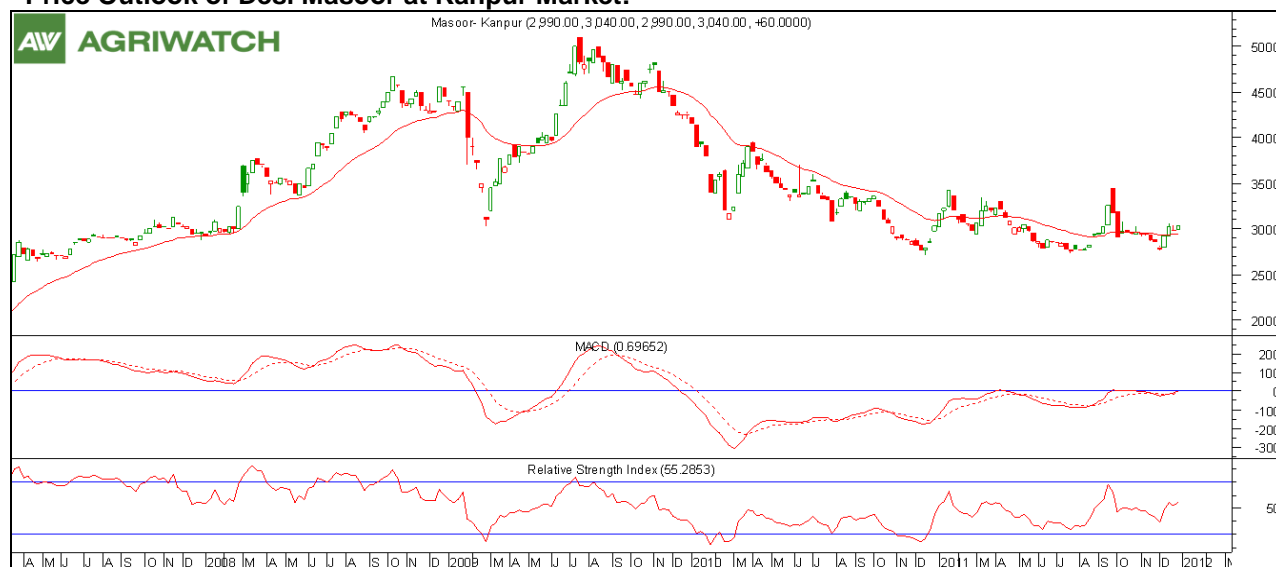
On rabi crop front, the area planted under rabi lentil is up in Orissa and Madhya Pradesh by 26.14% and 5.55% to 6.08 lakh ha. and 0.10 lha. respectively as compared to last year area. However, lower sown area was reported in Uttar Pradesh and Bihar due to shifting from masoor to chana and pea. In U.P. and Bihar, 9% and 1% down fall in sown area is noticed during this rabi season.

On international front, in China lentils production and area is estimated to remain unchanged at last year's level of 25000 MT and 50,000 hectares respectively.

Outlook:

Masoor prices are likely to be range bound with slight firmness on improved buying interest at current levels.

Price Outlook of Desi Masoor at Kanpur Market:



Candlesticks chart indicates buying interest in market.

However, positive divergence in prices and MACD also witnessed. Meanwhile, RSI further hints towards possible uptrend in market.

We expect prices to remain firm in coming week.

S2	S1	PCP	R1	R2
2892	2940	3040	3196	3152
Call	Entry	T1	T2	SL
BUY	Above 3018	3048	3063	3003

Domestic & International Prices:

Centre		Prices (Rs/Qtl)			
	Variety	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Mumbai	Red Lentils	2700	2750	2650	2950
Delhi	Chanti Export	4300	4200	4000	4500
	MP/ Kota Line	3150	3000	2850	2800
	UP/ Sikri Line	3300	3150	3025	3300
Kanpur	Mill Delivery	2990	3020	2860	2870
	Bareilly Delivery	3070	3100	2920	2935
Indore	Mota Masra	3000	3025	2825	3025
International Prices at Chennai Port (\$/Ton)					
Chennai	Laird Lentils	-	-	-	-

Processed Masoor Rates:

Centre	Prices (Rs/Qtl)			
	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Kanpur (Malka)	3425	3400	3260	3350
Indore	3475	3550	3500	3650
Delhi (Badi Masoor)	3650	3650	3600	3450
Delhi (Choti Masoor)	4350	4100	3950	4400
Katni	3500	3500	3450	3500

Green Gram (Moong)
Market Recap:

Weak tone featured in both desi and imported moong prices during the week ended December 27th, 2011

Current Market Dynamics & Outlook:

During this period, desi moong prices in Jaipur market dwindle by 150-180 per quintal to Rs.3750 per quintal in comparison to last week's.

Meanwhile, imported moong prices also fell at Mumbai market. At Mumbai, Moong Pedishiva fell by Rs.40-50 per quintal to Rs.4410 per quintal. while, Moong (Tanzania origin) also fell by 20-30 per quintal to Rs.4057 per quintal.

On International front, in China mung Beans production is expected to be higher by 3 per cent to 980,000 MT as compared to last year due to increased acreage amid expectations of good return to growers. Kidney beans or Razma production is estimated at 750,000 MT down 21 per cent as compared to last year as farmers switched to corn from kidney bean due to higher return and to some extent to soybean and mung beans.

On rabi sowing front, due to moisture stress in soil following deficient rains in monsoon season in southern growing regions particularly in A.P. and Karnataka are lagging behind by 9.6% and 23% to 0.56lakh ha. and 0.01 lha. respectively as compared to 0.62 lha and 0.02 lha in last year. Meanwhile, this

year planted area under rabi moong in Orissa is up by 3.77% to 2.17 lakh ha. in comparison of 2.09 lha. in previous year. Moreover, the planted crop is in satisfactory condition but a rainfall in coming days would lead to better yields.

Market Outlook:

Moong prices are expected to witness weak tone with range bound movement in coming weeks.

Price Outlook for Desi Moong at Jaipur Market:


The candlestick formation in chart depicts selling interest in market.

Prices are likely to move in between 3600-4000 levels.

Moreover, Oscillator RSI and momentum indicator hints for further correction in market.

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

S2	S1	PCP	R1	R2
3464	3521	3700	3779	3886
Call	Entry	T1	T2	SL
SELL	Below 3726	3658	3606	3768

Domestic Prices:

Centre		Prices (Rs/Qtl)			
	Variety	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Mumbai	Annaseva	3350	3425	3400	3950
Chennai	Pedishwa	-	-	-	4900
Delhi	Karnataka	5000	5000	4800	-
	Merta city Mogar	4500	4500	4300	4500
Indore	Chamki	4400	4500	4300	4000
Kanpur	Desi	3750	3700	3700	4000
Jaipur	Desi	3650	3800	4000	4100

Jalna	Chamki	4400	4400	4500	4050
Akola	Local	4200	4100	4200	-

Moong arrival

Centre	Arrivals (in bags of 1 Quintal)			
	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Indore	800	800	800	700
Jaipur	40000	40000	60000	30000
Kanpur	50	150	150	-
Jalna	50	50	100	300
Akola	400	1000	800	-

Processed Moong Rates:

Centre	Prices (Rs/Qtl)			
	26-12-2011	17-12-2011	24-11-2011	24-12-2010
Jalgaon	5700	5700	5800	5600
Bikaner (Split)	5100	5100	5200	5100
Indore	5700	5600	5800	5600

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