

### Pulses Domestic Fundamentals:

#### Today's Update:

- *The standing committee review meeting on pulses, onion & potato prices held this week under chairmanship of secretary, Consumers Affairs reviews prices and availability situation and decided to augment supplies through various agencies. It has advised agencies like Kendriya Bhandar and Safal to utilize the pulses available in the central buffer pool and lower their retail price as soon as possible. Kendriya Bhandar is selling tur dal at Rs86 per kg right now and may decrease price soon.*
- *In this regard Nafed has been directed to offer either unmilled pulses at market rate or in the milled form to Delhi Govt. at price not exceeding Rs 82 per kg. It was asked to sell tur dal to Kendriya Bhandar, Safal & NCCF in the range of Rs80 to 85 per kg, not above it in retail market. Nafed would release stock in the region where retail prices are higher than average.*
- *As per Nafed officials Nafed would not sell pulses below MSP in Rajasthan. Pulses includes chana, urad. It would auction pulses twice in a week (Monday & Thursdays). Gram may not be offloaded below 4400, urad below 5600 and moong below 6975 per qtl. This decision may help market to recover and would build up confidence in trades community. Even farmers would get better price where procurement centres are not available. It is a welcome step.*
- *Govt. declares MSP for Rabi crops. It has increased chana MSP by Rs 205 to Rs 4825 per qtl for new crop to be marketed in MY 2020-21. It was Rs4620 for MY 2019-20. In case of Masur MSP for the new season has been increased by Rs325 to Rs 4800. It has been increased by Rs 85 for wheat to Rs 1925 per qtl. Mustard MSP has been increased by Rs 200 to Rs 4400. Sunflower MSP has been increased by Rs270 to Rs5245 per qtl. It may help market to recover further.*

#### Previous Update:

- *Nafed has total 3007514.2 MT pulses stock in its hands as on 21, Oct-2019. Out of total around 17.31 lakh MT is chana, including 1133230.39 MT from 2018 & 597919.76 MT from 2019. Total moong stock is 102080.55 MT. It includes 4739.66 from kharif -2017, 831 MT from rabi 2017, 74679.7 MT from kharif 2018 & 17029.79 MT from rabi -201. It is 4800.4 MT from kharif -2019. Total urad stock is 219707.08 MT. It includes 7317.59 MT from kharif-2017, 202563.54 from kharif-2018, 9819.1 MT from rabi-2019 & 6.85 MT from kharif -2019. Total tur stock as on 21st Oct-2019 is 854339.39 MT. Out of total 578675.99 MT from kharif-2017 & 275663.4 MT from kharif -2018. Total masur stock is 100237 MT. Out of this 44010.48 MT is from rabi-2018 & 56226.52 MT is from rabi-2019. So stock position seems at comfortable level for tur and Chana only. Other pulses may move up further if rabi sowing gets affected. It would push up price.*
- *Restricted sale of chana by Nafed have eased pressure on chana price. Nafed still have 1.7 MMT stock. Nafed would invite tender once in a week on Thursday now. Nafed may prefer to sell chana near 4400. So, any downward trend in chana is unlikely at this point of time. Apart from this demand for besan has improved and dal millers have shown interests in buying at current level. Arrival in markets have already declined while stockiest are waiting for further improvement. Even NCDEX is trading firm. Demand for seed too is visible in the market. Nafed may decide to sell chana in bulk volume from mid -November. It may restrict uptrend in Chana market. As Nafed is on driver's seat, its selling decision would remain crucial for chana price in Nov, Dec and Jan-2021. Chana in Delhi market is being traded at Rs4475-4550. It may move up to Rs 4650-4700.*
- *Moong too may continue to trade firm as Procurement by Nafed commences in Tamil Nadu, Telangana & Maharashtra. It is likely to begin soon in M.P., Rajasthan and Gujarat. It has procured 25.75 MT in Tamil Nadu and 3285 MT in Telangana. Nafed sold 470 MT moong in Rajasthan at Rs 6401 per qtl. It was sold in Gujarat at Rs 6285 per qtl. Nafed still has 95989.34 MT moong in its stock. Out of it rabi share is 18281.14 MT. As procurement is on moong may continue to trade firm despite new arrival in Rajasthan is yet to pick up. There is a short supply of quality moong. So stockiest should buy when it comes down by Rs 200-300 on arrival pressure. Poor quality of moong coming into mandis may check one way uptrend in coming weeks. Farmers are selling moong to private*

trades due to quality issue and set parameters for govt.'s purchase. Overall trend in moong market seems firm until procurements come to an end. In Jaipur market moong is being traded at Rs 6000-6200.

- **Tur coming into various markets is said to be of poor quality and it is affecting tur cash price** despite slower pace of arrivals. As quality is poor, trade in Maharashtra and Karnataka markets is taking place at lower level. Arrival in Latur market has decreased to 150 bags only. Stock in private hands is coming down. Besides, demand for tur dal is sluggish and Nafed too is planning to sell it as new crop is only two months away. Market participants are of the view that declining stock may push up tur price to a certain extent before new arrival. As crop condition is good, production size may increase further. Import flow continues and it would continue to restrict tur price. In near to medium term tur may trade 5400-5800 in Gulberga market. Myanmar is quoting lemon tur at \$635 right now. So any spike in tur market is unlikely.

#### **International Market Update:**

- **Rough weather condition in Australia may affect standing crop adversely. Drought condition** continues from last two months and now dense fog has started affecting crops. It is drought like condition in eastern parts while it is dense fog in the western parts. Chana and wheat crops are under severe threat. The latest weather report suggests that present condition may continue.
- **Saskatchewan is seeing the slowest harvest in last four decades. Until 14th October** around 94 percent of the crop has been harvested. Producers tried taking advantage of relatively dry and warm weather conditions. Most of the areas received mixed precipitation, others received very low or no precipitation and were able to spend more time in the field. The forecast for upcoming week is still positive as weather is expected to remain dry and warm.
- **Lentil quotes from Canada as well as Australia were firm during the past week. Canadian** lentil container and vessel are being quoted at Rs 4175-4200 per quintal and Rs 4075-4100 per quintal respectively, lower compared to previous week. Whereas Australian lentil container is being quoted at Rs 4275-4300 per quintal.

#### **Previous Update:**

- **As per the latest data released by Eurostat and Terres Univia pea export from France** is rather slow than the last year. France has exported 19530 MT pea in August-2019, up by 11830 MT in July. However, it is lower by 13% to 22415 MT in Aug -2018. MY 2019-20 started in July in France. Total import in two months was registered at 37230 MT, lower by 6% to 39545 MT last year in Jul-Aug. Mostly peas were exported to EU countries.
- **This year production of green lentils has not been upto the mark. There is a** shortage of quality crop in comparison to last year. Prices of no1 and no2 have been moving up and uptrend is likely to continue. Last year Canada had harvested 28% no -1 lentils, 45% no-2 and 22% no-3 and extra -3. This year percentage of no -1 lentils is 16%, No-3 is 55% and the rest is others. As no -1 is lower than expectation, prices may rule firm in coming weeks too.
- **Dry peas production has been pegged at 856163 MT, lentil production at 2.47 lakh MT, total chickpeas production** has been pegged at 1.79 lakh MT. Total pulses production has been pegged at 12.82 lakh MT this year against 15 lakh MT last year. Due to rains generated issues yield has been down this year for all pulses in US.
- **Pea export from Russia decreased to 28836 MT in June against 56283 MT in May-2019.** Total export during calendar year was registered at 2.04 lakh MT, down by 62% from last year. Turkey purchased 8,571 Pakistan MT, 8,554 MT, followed by India at 3,107 MT in June.
- **As per the latest updates by Australia Bureau of Statistics chickpeas export from Australia** declined in July to 16632 MT against 25805 MT in June-2019. It is almost 36% down from June. Total export till July was recorded at 275,049 MT, massively down from 671,642 during the last marketing year. Pakistan, B, desh and UAE purchased 4,474 MT, 4,403 MT & 2,455 MT. respectively in July-2019.
- **Dry peas production in Canada is expected to increase by 20 % to 43 lakh MT in** comparison to last year. The reason is attributed to higher area coverage in 2019-20 crop year. The major growing state is Saskatchewan accounting 50 % in total production. Alberta is 2nd major growing state accounting 45% of total production. As carry in stock is lower supply side is expected to increase by only 55 tp 4.5 MMT. Export may decrease to 31 lakh

MT. Top buyers might be China, Bangladesh and the US. Carry in stock would increase. Average price is expected to be similar as 2018-19.

- **Chickpeas export from Australia increased by 10 % to 27251 MT in June against May when it was registered at 24719MT as per Australia Bureau of Statistics. Thus total export in current MY reached to 259,863 MT (till June) against 646,411 MT in corresponding period last year. B, desh brought 8,463 MT in June , followed by Pakistan at 8,064 MT. UAE purchased 4,991 MT in June.**
- **Dry pea stock in US is likely to increase by 0.02 % tp 203983 MT in 2019. It was 199628 MT in 2018. Even lentils stock is expected to be higher by 81% to 144,425 MT in 2019 against 79833 MT in 2018. All chickpeas stock is 294% higher to 157262 MT against 39916 MT in 2018. Out of total small chickpeas stock increase from 12156 to 43318 MT in 2019. It is higher by 256% from last year. Large chickpeas stock is expected to increase by 310% to 113,943 MT in 2019.**
- **Lentils production in Canada is likely to increase by 5.16 % to 22 lakh MT in 2019-20 against 20.92 lakh MT last year. However, total supply would decrease by 3.14 % to 28.95 lakh MT due to higher domestic use pegged at almost 6 lakh MT . Carryout would decrease from 7 to 5 lakh MT in 2019-.20. Export has been pegged at 18 lakh MT, similar as last year. Average yearly lentil price is expected to hover in the range of \$430 to 460 per MT.**
- **Chickpea area is expected to fall in Canada from 176 to 133 thousand Ha in 2019-20 while production is expected to fall from 3.11 to 2.30 lakh MT. Supply is forecast to increase due to higher carry-in stocks, but softened by lower imports and production. The average price is forecast to fall due to larger world supply, with the expectation of an average grade distribution in 2019-20 as per Canada Stats.**

**Weekly Outlook: -Pulses are likely to trade steady to slightly firm.**

**Kharif Sowing as 04-10-2019:**

Kharif Pulses Progressive Sowing Area Coverage Till 04.10.2019 ( Area in Lakh Ha)						
Crop Name	Normal Area for whole Kharif Season	Normal Area as on date	Area sown reported			
			This Year 2019	% of Normal for whole season	Last Year 2018	% diff. till date from last year
Arhar	43.00	43.83	45.94	106.9	45.91	0.08
Urad Bean	30.77	34.79	39.19	127.4	39.80	-1.53
Moong Bean	27.50	29.66	31.29	113.8	34.37	-8.94
Kulthi(Horse Gram)	2.19	1.02	0.97	44.1	0.88	10.26
Other Pulses	16.44	17.04	17.61	107.2	16.38	7.54
<b>Total Pulses</b>	<b>119.89</b>	<b>126.34</b>	<b>135.01</b>	<b>112.6</b>	<b>137.32</b>	<b>-1.69</b>

**Import:**

Pulses Import	Chickpea		Tur		Green Peas		Lentil	
	Quantity/ MT	CiF (\$/T)	Quantity/ MT	CiF (\$/T)	Quantity/ MT	CiF (\$/T)	Quantity? MT	CiF (\$/T)
<b>Aug-19</b>	33488.04	479.13	47454.12	676.06	8528.94	379.86	92189.73	418.81
<b>Sep-19</b>	28635.44	537.22	56687.75	647.23	475.64	373.7	104577	450.31

Pulses Month	Black Matpe		Moong		Yellow Pea		Kidney Bean	
	Quantity/ MT	CiF (\$/T)	Quantity/ MT	CiF (\$/T)	Quantity/ MT	CiF (\$/T)	Quantity MT	CiF (\$/T)
<b>Aug-19</b>	58631.61	631.04	17562.83	782.88	54535.91	257.92	10331.41	940.97
<b>Sep-19</b>	40521.56	608.33	21076.08	812.09	60692.86	280.64	5375.24	952.51

**Export: data is awaited for Aug**

Pulses Export	Chickpea		Tur		Green Peas		Lentil	
	Quantity	CiF (\$/T)	Quantity	CiF (\$/T)	Quantity	CiF (\$/T)	Quantity	CiF (\$/T)

Jul-19	8698.89	894.11	1283.78	961.12	821.01	1011.13	868.95	844.33
Aug-19	9083	850.1	951.22	930.25	5.71	998.14	915.56	885.16

Pulses Export	Black Matpe		Moong		Yellow Pea	
	Quantity	CiF (\$/T)	Quantity	CiF (\$/T)	Quantity	CiF (\$/T)
Jul-19	833.26	1011.33	1578.91	1043.77	0.73	707.58
Aug-19	745.86	1001.1	1506.81	1025.21	7.39	695.13

Source: Trades, Export data is awaited

#### CiF Quotes:

Trade source

Myanmar CiF Indicative Quotes at Indian Ports (\$per MT) Indicative price					
Pulses	18.10.2019	22.10.2019	24.10.2019	25.10.2019	Ch from 24.10.2019
Kabuli Chana	650	650	650	650	Unch
Tur Lemon	675	660	660	645	-15
Moong	860	830	830	830	Unch
Urad FAQ	700	660	665	655	-10
Urad SQ	850	775	775	760	-15

Chana Futures Contact: NCDEX Price							Date: 25.10.2019 At 5.00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
19-Nov	-13	4454	4462	4429	4441	16460	-10,840	43240	90
19-Dec	1	4460	4480	4445	4460	4990	-7,390	31130	1410
20-Jan	0	0	0	0	0	0	0	0	0

(Source- NCDEX)

#### NCDEX Warehouse Stocks (in MT):- As on Oct 25 2019

Location	Demat	In-Process	Total
Bikaner	11282	0	11282
Akola	-	-	-
Jaipur	4083	0	4083
Indore	30	0	30
<b>Total</b>	<b>15395</b>	<b>0</b>	<b>15395</b>

(Source-NCDEX)

#### NCDEX Chana FED Wise Stock Position (Qty in MT) on Oct 21 2019

FED	Bikaner	Akola	Jaipur	Indore (Dewas)	Total
5-Nov-19	11170	-	11125	-	22295
5-Dec-19	4487	-	1981	30	6498
5-Jan-20	972	-	60	-	1032
5-Feb-20	323	-	31	-	354

<b>Total</b>	<b>16952</b>	<b>-</b>	<b>13197</b>	<b>30</b>	<b>30179</b>
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\ (Source- NCDEX)

**FOREX**

Currency	US Dollar	Euro	Yen (100)	GBP	MMK*	Canadian Dollar*	Australian Dollar*	Chinese Yuan*
<b>26.10.2019</b>	70.83	78.49	65.18	90.86	0.0463	54.24	48.32	10.02
<b>25.10.2019</b>	70.94	78.85	65.31	91.13	0.0462	54.31	48.46	10.03

**Pulses Prices (Pulses-Wise; Variety-Wise; Market-Wise Comparison)**

Pulses Prices	26-Oct-19	25-Oct-19	Change
<b>Chana (Australia) in Rs./Qtl.</b>			
Mumbai (Mah.)	4300	4300	Unch
<b>Chana (Ethiopia) in Rs./Qtl.</b>			
Mumbai (Mah.)	4250	4250	Unch
<b>Chana (Raj.) in Rs./Qtl.</b>			
Delhi	4600	4600	Unch
<b>Chana (Tanzania) in Rs./Qtl.</b>			
Mumbai (Mah.)	4300	4300	Unch
<b>Chana Besan in Rs./Qtl.</b>			
Delhi	5786	5743	43
<b>Chana Dall in Rs./Qtl.</b>			
Bhind (M.P.)	5300	5500	-200
Delhi	5700	5700	Unch
<b>Chana Desi in Rs./Qtl.</b>			
Ahmednagar (Mah.)	NA	4200	-
Alwar (Raj.)	NA	4250	-
Ashok Nagar (M.P.)	NA	4150	-
Bhind (M.P.)	4000	4000	Unch
Bundi (Raj.)	NA	4150	-
Dahod (Guj.)	4375	4375	Unch
Sriganganagar (Raj.)	4050	4100	-50
<b>Chana kantewala/katawala (M.P. Origin) in Rs./Qtl.</b>			
Delhi	4500	4500	Unch
<b>Chana Vishal in Rs./Qtl.</b>			
Ahmednagar (Mah.)	NA	4400	-
<b>Kabuli Chana (Russia) in Rs./Qtl.</b>			
Mumbai (Mah.)	4250	4250	Unch
<b>Masoor (Canada)(Container) No. 2 in Rs./Qtl.</b>			

Pulses Prices	26-Oct-19	25-Oct-19	Change
Mumbai (Mah.)	4300	4300	Unch
<b>Masoor (Kotaline) in Rs./Qtl.</b>			
Delhi	4650	4650	Unch
<b>Masoor (Sikri Line) in Rs./Qtl.</b>			
Delhi	5650	5650	Unch
<b>Masoor Badi /malka dal in Rs./Qtl.</b>			
Delhi	5325	5350	-25
<b>Masoor Chanti-Export Quality in Rs./Qtl.</b>			
Delhi	7200	7200	Unch
<b>Masoor Dall Choti in Rs./Qtl.</b>			
Delhi	6300	6300	Unch
<b>Masoor Desi in Rs./Qtl.</b>			
Ashok Nagar (M.P.)	NA	4050	-
<b>Masoor Vessel in Rs./Qtl.</b>			
Mumbai (Mah.)	4225	4200	25
<b>Moong (Tanzania) in Rs./Qtl.</b>			
Mumbai (Mah.)	6500	6400	100
<b>Moong chamki in Rs./Qtl.</b>			
Dahod (Guj.)	6000	6000	Unch
<b>Moong in Rs./Qtl.</b>			
Ahmednagar (Mah.)	NA	6800	-
Sriganganagar (Raj.)	5705	6030	-325
<b>Moong Mogar (Mertacity-Raj) in Rs./Qtl.</b>			
Delhi	6000	6000	Unch
<b>Moong Pokako/Pakkaku in Rs./Qtl.</b>			
Mumbai (Mah.)	5900	5900	Unch
<b>Moong Polish (Mertacity-Raj) in Rs./Qtl.</b>			
Delhi	6500	6500	Unch
<b>Moth in Rs./Qtl.</b>			
Nokha (Raj)	NA	4750	-
<b>Peas Green (America) in Rs./Qtl.</b>			
Mumbai (Mah.)	8800	8800	Unch

Pulses Prices	26-Oct-19	25-Oct-19	Change
<b>Peas Green (Canada) in Rs./Qtl.</b>			
Mumbai (Mah.)	8800	8800	Unch
<b>Peas White/Yellow (America) in Rs./Qtl.</b>			
Mumbai (Mah.)	4820	4850	-30
<b>Peas White/Yellow (Canada) in Rs./Qtl.</b>			
Mumbai (Mah.)	4820	4850	-30
<b>Tur Black in Rs./Qtl.</b>			
Ahmednagar (Mah.)	NA	5200	-
<b>Tur in Rs./Qtl.</b>			
Bhind (M.P.)	4800	4800	Unch
<b>Tur Lemon (Burma) in \$/t</b>			
Mumbai (Mah.)-Cnf	NA	660	-
<b>Tur Lemon (Burma) in Rs./Qtl.</b>			
Delhi	5425	5400	25
Mumbai (Mah.)	4900	4925	-25
<b>Tur Lemon in Rs./Qtl.</b>			
Chennai (T.N.)	NA	5800	-
<b>Tur Red in Rs./Qtl.</b>			
Ahmednagar (Mah.)	NA	5400	-
Dahod (Guj.)	5150	5150	Unch
<b>Tur White in Rs./Qtl.</b>			
Ahmednagar (Mah.)	NA	5500	-
Dahod (Guj.)	5600	5600	Unch
<b>Urad Desi in Rs./Qtl.</b>			
Ashok Nagar (M.P.)	NA	5500	-
<b>Urad FAQ (Burma) in \$/t</b>			
Mumbai (Mah.)-Cnf	NA	665	-
<b>Urad FAQ (Burma) in Rs./Qtl.</b>			
Mumbai (Mah.)	6450	6400	50
<b>Urad FAQ in Rs./Qtl.</b>			
Chennai (T.N.)	NA	6700	-
<b>Urad in Rs./Qtl.</b>			
Ahmednagar (Mah.)	NA	7000	-
Bundi (Raj.)	NA	6100	-
Dahod (Guj.)	6500	6500	Unch



Pulses Prices	26-Oct-19	25-Oct-19	Change
<b>Urad Kali in Rs./Qtl.</b>			
Dabra (M.P.)	NA	5500	-
<b>Urad Rangoli in Rs./Qtl.</b>			
Dabra (M.P.)	NA	8200	-
<b>Urad SQ (Burma) in \$/t</b>			
Mumbai (Mah.)-Cnf	NA	775	-
<b>Urad SQ in Rs./Qtl.</b>			
Chennai (T.N.)	NA	7550	-
Delhi	7500	7450	50
<b>Yellow Peas in Rs./Qtl.</b>			
Delhi	5800	5750	50
<b>Yellow Lentil (Canada Laird No.1 ).</b>			
Chennai	NA	9200	-
<b>Yellow Lentil (Canada Laird No.2 ).</b>			
Chennai	NA	9000	-
<b>Yellow Lentil (Canada Laird No.3 ).</b>			
Chennai	NA	8800	-

**Pulses Arrivals (Pulses-Wise; Market-Wise Comparison) at Key Spot Markets (in bags of 1Qtl.)**

Pulses Arrivals	26-Oct-19	25-Oct-19	Change
<b>Chana Both(MP and Raj. Origin) in Motors/trucks (each of around 9-15 tonne)</b>			
Delhi	20	35	-15
<b>Chana Desi in Qtls.</b>			
Alwar (Raj.)	NA	140	-
Ashok Nagar (M.P.)	NA	1200	-
Bhind (M.P.)	25	25	Unch
Bundi (Raj.)	NA	150	-
Sriganganagar (Raj.)	5	50	-45
<b>Chana in Qtls.</b>			
Ahmednagar (Mah.)	NA	400	-
<b>Masoor Desi in Qtls.</b>			
Ashok Nagar (M.P.)	NA	350	-
<b>Moong in Qtls.</b>			



	26-Oct-19	25-Oct-19	Change
<b>Pulses Arrivals</b>			
Ahmednagar (Mah.)	NA	400	-
Sriganganagar (Raj.)	70	315	-245
<b>Moth in Qtls.</b>			
Nokha (Raj)	NA	2000	-
<b>Tur in Qtls.</b>			
Ahmednagar (Mah.)	NA	200	-
Bhind (M.P.)	50	50	Unch
<b>Urad Desi in Qtls.</b>			
Ashok Nagar (M.P.)	NA	50	-
<b>Urad in Qtls.</b>			
Ahmednagar (Mah.)	NA	600	-
Bundi (Raj.)	NA	6575	-
<b>Urad Kali in Qtls.</b>			
Dabra (M.P.)	NA	700	-
<b>Urad Rangoli in Qtls.</b>			
Dabra (M.P.)	NA	2000	-

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