

OILSEED

27th June 2005

- Rapeseed Market Traded Marginally Lower on Smooth Progress of Monsoon

DOMESTIC MARKET COMMENTARY

Soybean:

The domestic market opened on a weak note amidst increased selling at the Indore NBOT futures.

The domestic future market trading started on a weak note and traded sharply lower towards the end of the day's session amidst declining support from the retail end demand. The NCDEX (July Contract) exchange closed sharply lower at Rs. 1307 (Down by Rs. 20.10).

The Hazir market today also declined marginally and owing to the plummeting sentiments at the futures.

The price of soybean in Kota market was quoted at Rs. 1260 per quintal. In Madhya Pradesh it was Rs. 1450-1460, in Karnataka it was Rs. 1250 and in Maharashtra it was between Rs. 1240-1250.

The market is expected to continue weak for Tuesday amidst positive developments in the country's monsoon.

Rapeseed/Mustard:

A rapeseed market traded lower amidst news of smooth progressing monsoon and low retail demand.

As expected earlier the progress of monsoon has adequately pulled down the market sentiments and the prices are expected to move further down in the coming days.

Today, the rape oil found lesser support from the buyers at major exchanges as well as in the spot markets. In the spot markets the prices lowered marginally amidst declining support from the other edible oil markets.

Overall, it is expected that the rape oil will continue trading range bound on lower side in the coming days as the monsoon is expected to progress smoothly.

Status of Price & Supply of the New Crop

Markets	Prices	Arrivals (Bags)
Jaipur	1725-1730	-
Alwar	1660-1665	-
Delhi	1745-1750	600-700
Agra	1800	4025
Sri Ganganagar	1550	700
Kota	1520-1530	4500

Groundnut

Groundnut declined marginally at various centres due to unsteady and low local demand and news of good progress monsoon in the major growing areas.

The latest seeding report suggests that the area under groundnut farming was 1.95 lakh hectare as on week ending June 17th against 4.83 lakh hectares on the same day last year.

The range-bound low trade in groundnut oil prices is expected in the coming days amidst unsteady retail demand and smoothly advancing monsoon.

The rate of the Export Quality (80-90 Count) groundnut is Rs. 2590 per quintal, the bold (60-70 Count) is Rs. 2815 per quintal, the 50-60 count seed is Rs. 2800 and for 40-50 count the rate is Rs. 2265 in Mumbai market. In Gujarat the price varied from Rs. 1460, in Tamil Nadu it was between Rs. 1330-1340 in Rajasthan it was between Rs. 1350-1365, in Karnataka it was between Rs. 1470 and in Andhra Pradesh it was Rs. 1390.

Vayda Quotes

Mustard futures as on 27th June 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	5-Aug	341.00	340.40	340.40	338.50	-1.90	339.10
Hapur	5-Aug	359.80	358.50	358.70	357.50	-1.60	358.20
Bikaner	5-Aug	337.00	337.50	337.50	337.40	0.40	337.40
Hisar	5-Aug	339.50	338.50	338.50	337.10	-1.70	337.80

CBOT

CBOT market remained closed during the weekend holiday. Market will reopen on Monday's evening (27.06.05).

CBOT Soy oil futures as 24 June 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Jul'05	725.6	737.0	746.0	737.0	+18.8	744.4
Aug'05	730.4	739.0	749.0	739.0	+17.8	748.2

CBOT remains closed on Saturday and Sunday.

TECHNICAL ANALYSIS

COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX July Contract

Rapeseed July contract opened lower and traded range bound on lower side during day's session. The market is expected to move range bound on the lower side amidst declining support from the retail market.

Stochastic Oscillators: The %D-line turned up in the neutral region indicating steadiness in the prices. The % K-line also moved up in the neutral region indicating the existing firmness in the prices.

Currently the MACD is bullish since it is trading above its signal line. The MACD crossed above its signal line 11 period(s) ago. Since the MACD crossed its moving average, Rapeseed July's price has decreased 0.01%, and has ranged from a high of 349.70 to a low of 344.50. The 7-Day MA is still moving up above the 14-Day MA is yet not

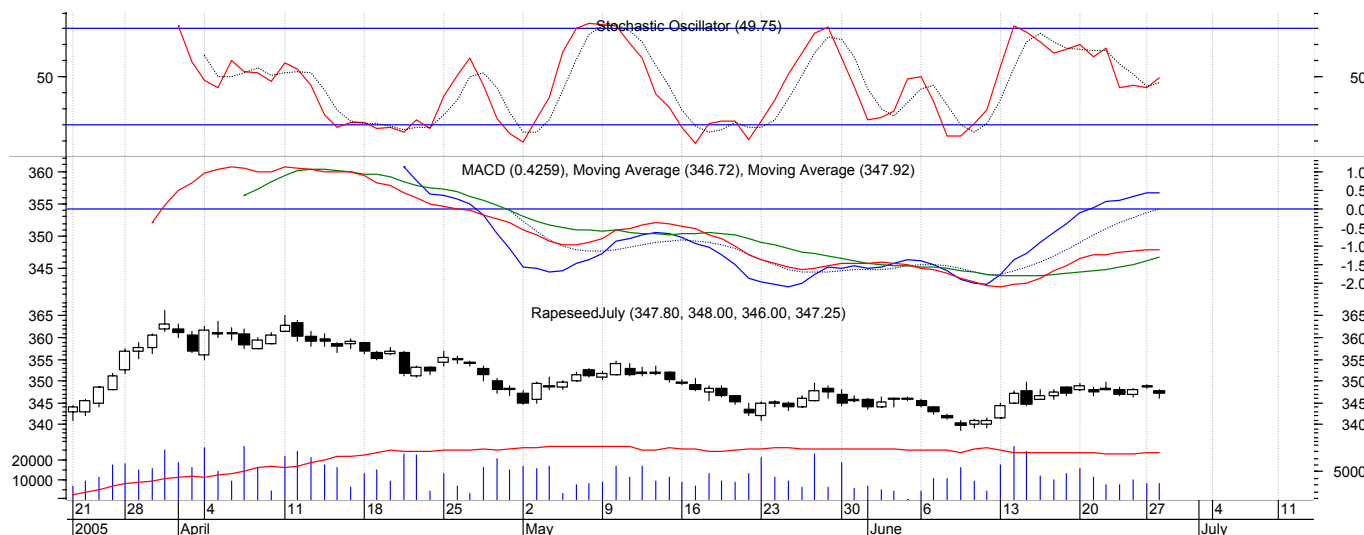
supporting the weak trend in the market for the medium-term.

Market advice:

Trade is expected to open low and trade range bound on the lower side for Tuesday. Trade cautiously with an eye on support and resistance level given below. Can go short for short-term and trade with intra-day outlook.

Advisable trade limits:

Support at 345.70 and Resistance 348.90



COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX July Contract

Soybean seed July contract opened on the lower side and traded sharply lower for the day following the positive development in the monsoon rains.

Stochastic Oscillators: The %K line continued down entering the oversold region indicating the loosing strength in the domestic prices. The % D-line also continued down hinting to the downward movement in the price.

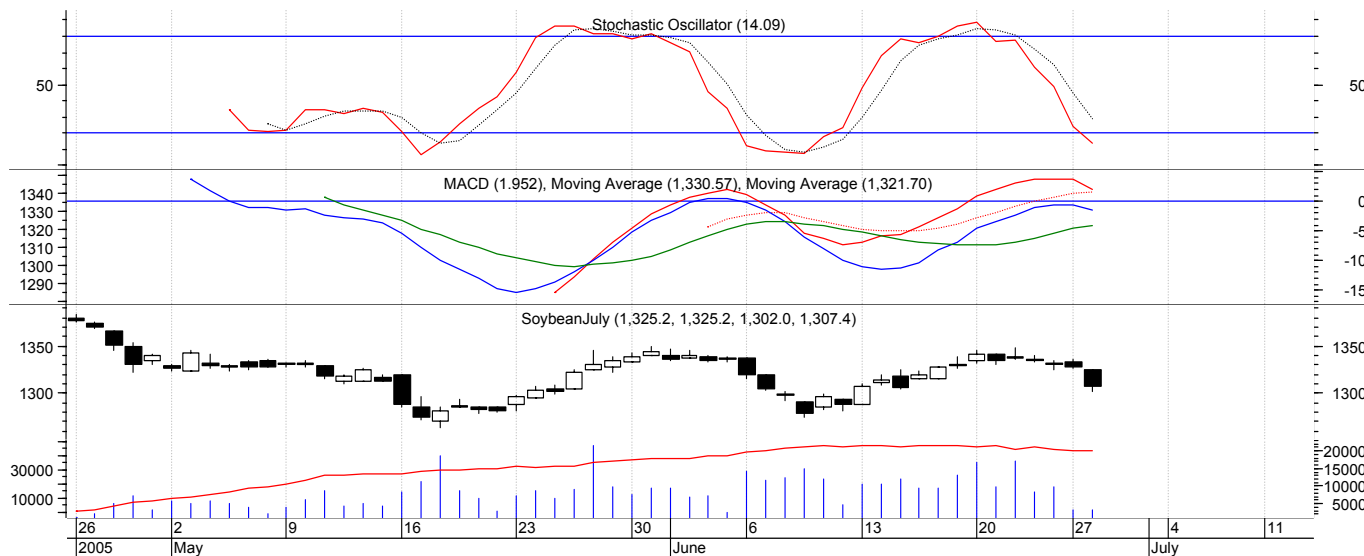
Currently the MACD is bullish since it is trading above its signal line. The MACD crossed above its signal line 9 period(s) ago. Since the MACD crossed its moving average, Soybean July's price has decreased 0.86%, and has ranged from a high of 1,347.35 to a low of 1,302.00. 7-Day MA turned lower showing the declining strength in the markets where as the 14-Day MA is still moving up not confirming weakness in the soybean market.

Market advice:

Market is expected to open low but trade range bound on the lower side for Tuesday. Trade cautiously with an eye on support and resistance levels given below.

Advisable trade limits:

Support at 1293.00 and Resistance at 1313.00



***Latest Procurement details of NAFED (24.05.05)**

Commodity	State	Amount (mt)
Mustard/ Rapeseed	Rajasthan	1334715
	Uttar Pradesh	36280
	Gujarat	188255
	Madhya Pradesh	137509
	Chattisgarh	2159
	Punjab & Haryana	233540
	Delhi	8978
	Punjab	5338
	Total	1946774
Safflower	Maharashtra	19187
	Karnataka	4757
	Andhra Pradesh	4376
	Total	28320
Sunflower	Karnataka	28

Forex Rates (As on 25.06.2005)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.55
Malaysia	Ringgit	11.46
European Union	Euro	52.72
United Kingdom	GBP	79.45
Japan	100 Yen	39.94

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