

OILSEED

04th July 2005

- Rapeseed Market Improved Further on Increased Buying Support

TECHNICAL ANALYSIS

COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX July Contract

Rapeseed July contract opened higher and continued on the higher side in day's session. The market is expected to move further in the positive side amidst expected support from the other edible oils.

Stochastic Oscillators: The %D-line continued significantly up entering the overbought region hinting to increasing strength in the prices in the prices. The % K-line also continued up in the overbought region indicating the growing support for the prices.

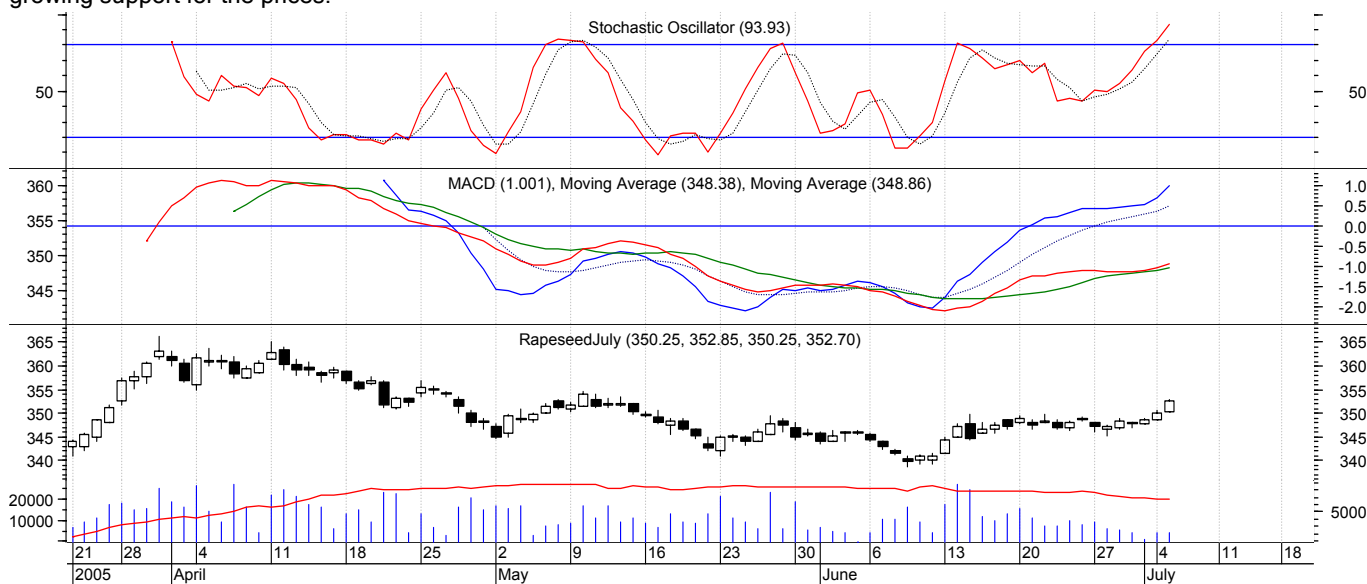
Currently the MACD is bullish since it is trading above its signal line. The MACD crossed above its signal line 17 period(s) ago. Since the MACD crossed its moving average, Rapeseed July's price has increased 1.55% and has ranged from a high of 352.85 to a low of 344.50. The 7-Day MA continued up along with the 14-Day MA hinting to the growing strength in the market prices.

Market advice:

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

Advisable trade limits:

Support at 351.10 and Resistance 354.10



COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX July Contract

Soybean seed July contract opened on the positive side but and continued higher for the day following the increase in buyer's demand and absence of any indications from the international markets.

Stochastic Oscillators: The %K line continued up in the neutral region indicating the growing strength in the domestic prices. The % D-line also continued up in the neutral region hinting to the improving sentiments in the market.

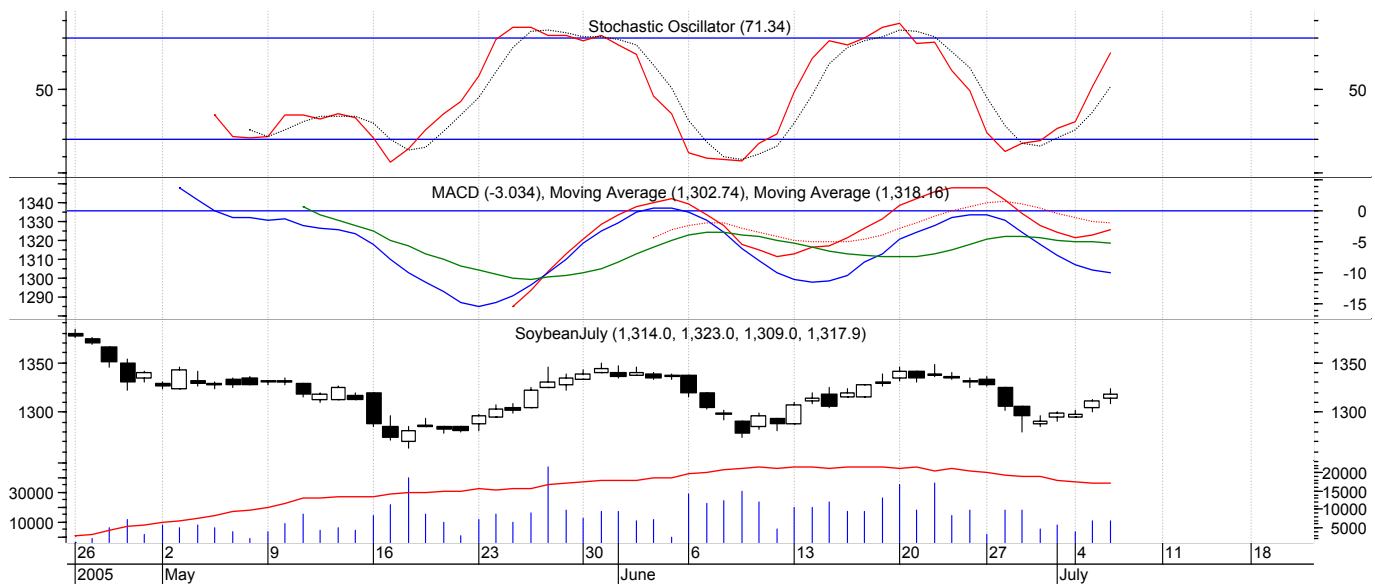
Currently the MACD is bearish since it is trading below its signal line. The MACD crossed below its signal line 5 period(s) ago. Since the MACD crossed its moving average, Soybean July's price has increased 1.71% and has ranged from a high of 1,323.00 to a low of 1,280.00. The 7-Day MA continued lower showing the weak sentiments in the markets along with the 14-Day MA.

Market advice:

Market is expected to open steady and trade on the higher side for Tuesday. Trade cautiously with an eye on support and resistance levels given below.

Advisable trade limits:

Support at 1311.00 and Resistance at 1330.00



DOMESTIC MARKET COMMENTARY

Soybean:

The domestic market opened firm and improved gradually till the mid-session but declined marginally towards the end of the day amidst uncertain sentiments in the international markets.

The international market is also supporting the up trend in the market for long run, but the status and progress of Indian monsoon is still dominating over the international indicators keeping the market under tight check in spite of the underlying bullishness. The inadequate amount of field moisture in the growing areas and the increasing flood situation in Gujarat is expected to maintain the bullishness in the market. The NCDEX (July Contract) exchange closed at Rs. 1317.90 (Up by Rs. 6.80).

The Hazir market today improved marginally and owing to the increasing retail demand.

The price of soybean in Kota market was quoted at Rs. 1310 per quintal. In Madhya Pradesh it was Rs. 1470, in Karnataka it was Rs. 1270 and in Maharashtra it was between Rs. 1280-1290.

The market is expected to continue trading higher for Monday amidst news of smooth monsoon progress.

Rapeseed/Mustard:

A rapeseed market continued improving amidst support from the buyers at the futures, growing uncertainty in the supply and worsening flood situation in Gujarat.

The unsteady progress of the monsoon in the parts of Madhya Pradesh and Rajasthan is also expected to keep the prices under tremendous pressure in the coming days.

Today, the rapeseed found increased support from the buyers at major exchanges growing uncertainty regarding the prolonged progress of monsoon. In the spot markets the prices continued on the higher side amidst increased uncertainty in the supply.

Today the new crop arrival reached 0.50 lakh bags in Rajasthan and about 0.15 lakh bags in Madhya Pradesh.

Overall, it is expected that the rapeseed will continue trading on higher side for Tuesday as the retail demand is

expected to be on the rise amidst uncertain progress in planting of other edible oil crops.

Status of Price & Supply of the New Crop

Markets	Prices	Arrivals (Bags)
Jaipur	1755-1760	-
Alwar	1690-1700	1500
Delhi	1780	100-1200
Agra	1725	-
Sri Ganganagar	1570-1775	500
Kota	1520-1540	2000

Groundnut

Groundnut oil today continued improving at various centres owing to the declining crop prospects in lieu of the spreading floods in Gujarat.

The domestic demand is not expected to improve significantly in the coming days amidst growing uncertainty in the other edible oil markets.

The range-bound positive trade in groundnut oil prices is expected to continue in the coming days amidst growing uncertainty about the upcoming crop.

The rate of the Export Quality (80-90 Count) groundnut is Rs. 2595 per quintal, the bold (60-70 Count) is Rs. 2850 per quintal, the 50-60 count seed is Rs. 2800 and for 40-50 count the rate is Rs. 2285 in Mumbai market. In Gujarat the price varied from Rs. 1480, in Tamil Nadu it was between Rs. 1340-1350 in Rajasthan it was between Rs. 1360-1370, in Karnataka it was between Rs. 1470-1480 and in Andhra Pradesh it was Rs. 1410.

Vayda Quotes

Mustard futures as on 04th July 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	5-Aug	343.10	343.80	345.30	343.80	2.40	345.50
Hapur	5-Aug	363.70	363.75	366.60	363.60	2.75	366.45
Bikaner	5-Aug	337.60	337.60	337.60	337.60	0.00	337.60
Hisar	5-Aug	341.60	342.20	343.50	342.20	1.60	343.20

CBOT

CBOT remained closed during the weekend holiday. Market will reopen on Tuesday's evening (05.07.05). The market is closed today evening amidst celebration of Independence Day.

CBOT Soy oil futures as 01 July 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Jul'05	651.6	665.4	673.4	658.0	21.8	673.4
Aug'05	656.0	670.0	676.0	662.0	20.0	676.0

CBOT remains closed on Saturday and Sunday.

Forex Rates

(As on 04.07.2005)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.56
Malaysia	Ringgit	11.46
European Union	Euro	51.95
United Kingdom	GBP	76.72
Japan	100 Yen	39.03

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