

OILSEED

11th July 2005

- Rapeseed Market Improved Marginally On Renewed Buyers Support

TECHNICAL ANALYSIS

COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX July Contract

Rapeseed July contract opened lower and traded marginally lower for most of the day except for the last hour where it improved marginally to recover from the downfall. The market is expected to open steady but trade range bound in the positive territory.

Stochastic Oscillators: The %K - line continued down entering the neutral region hinting to continuing weakness in the prices. The % D - line also dipped down in the neutral region indicating the growing support for the weakening trend in the prices.

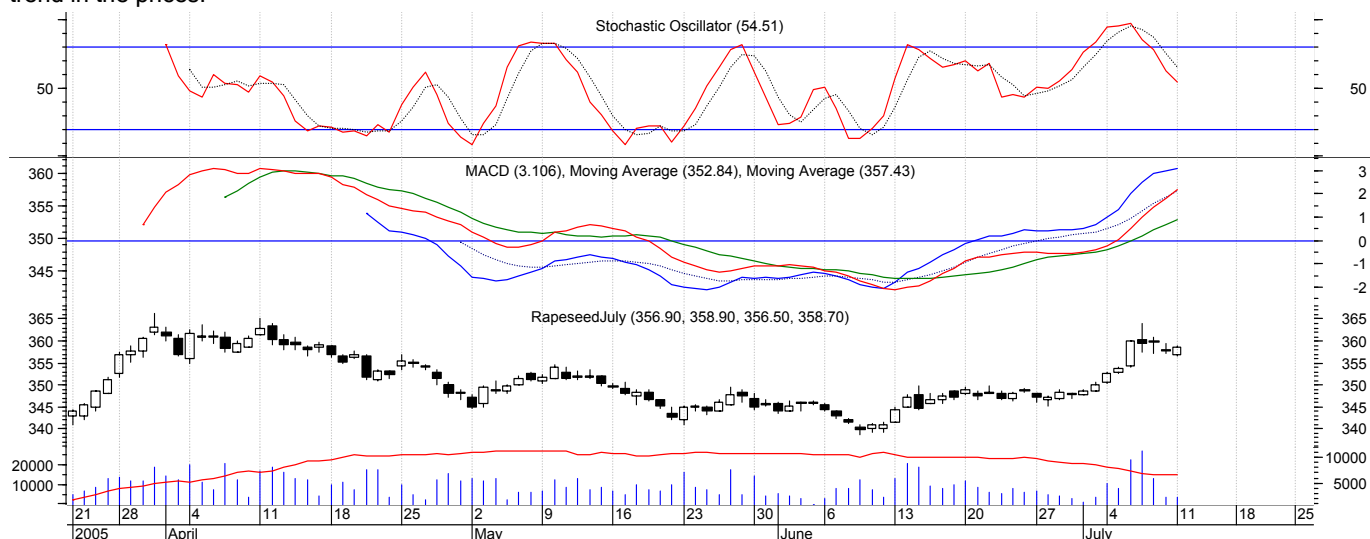
Currently the MACD is bullish since it is trading above its signal line. The MACD crossed above its signal line 23 period(s) ago. Since the MACD crossed its moving average, Rapeseed July's price has increased 3.28% and has ranged from a high of 364.10 to a low of 344.50. The 7-Day MA is still moving up along with the 14-Day MA hinting to the continuing strength in the market prices.

Market advice:

Trade is expected to open and trade range bound on the higher side for Tuesday. Can go long with short-term outlook.

Advisable trade limits:

Support at 356.90 and Resistance 361.00



COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX July Contract

Soybean seed July contract opened range bound and continued so for most of the day but improved in the end hour amidst increased buying support.

Stochastic Oscillators: The %K line continued lower in the neutral region indicating the increasing unsteadiness in the domestic prices. The % D-line also moved lower in the neutral region hinting to the weak sentiments in the market.

Currently the MACD is bearish since it is trading below its signal line. The MACD crossed below its signal line 1

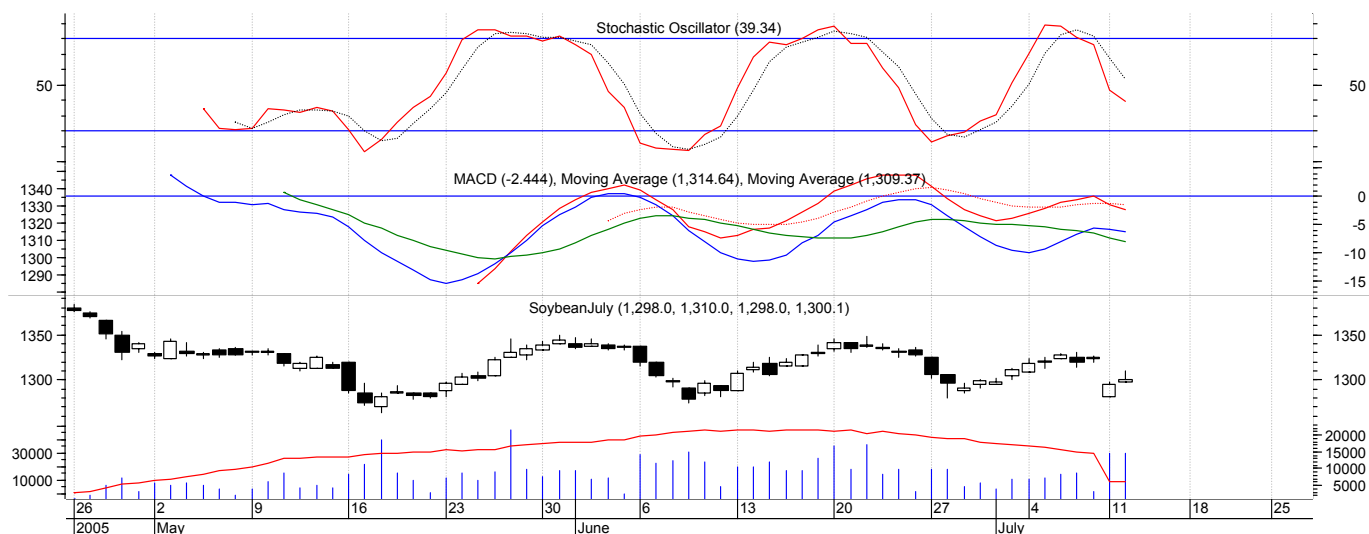
period(s) ago. Since the MACD crossed its moving average, Soybean July's price has increased 0.41% , and has ranged from a high of 1,310.00 to a low of 1,281.00. The 7-Day MA continued up showing the improving sentiments in the markets but the 14-Day MA continued hinting to the existing weakness in the market.

Market advice:

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

Advisable trade limits:

Support at 1295.00 and Resistance at 1322.00



DOMESTIC MARKET COMMENTARY

Soybean:

The domestic market opened weak continued further lower for most of the day with mild recovery towards the end of the day amidst increasing support from the buyers. The lack of retail demand is not helping the buyers support to come up in a large way at the futures.

The international market declined sharply at the CBOT amidst wide spread uncertainty in the weather caused by the Dennis Hurricane. The uncertainty in the global market also increased amidst concerns over the Chinese other Asian countries demand for US soybean, as most of the Asian demand is shifting towards Argentina and Brazil. At the time of closure the NBOT July Contract was at Rs. 370.40 (Down by Rs. 0.40).

The Hazir market traded range bound amidst increasingly uncertain sentiments at the futures and the pressure of deliveries at Indore.

The price of soybean in Kota market was quoted at Rs. 1330-1340 per quintal. In Madhya Pradesh it was Rs. 1450, in Karnataka it was Rs. 1260 and in Maharashtra it was between Rs. 1260-1270.

The market is expected to open steady for Tuesday but trade higher as the day progresses.

Rapeseed/Mustard:

The rapeseed market today continued declining marginally amidst increased selling for the day and declining retail demand.

The traders are still expressing their concern over the declining demand in the retail market. It is accessed that they have enough stock for the coming couple of week and till they are not interested in entering the market is a big way.

Today, the rapeseed found lesser support from the buyers at major exchanges growing uncertainty regarding the unsteady progress of monsoon in the starting session. In the spot markets the prices also declined marginally amidst increasing uncertainty.

Today the new crop arrival reached 0.25-0.30 lakh bags in Rajasthan and about 0.10 lakh bags in Madhya Pradesh.

The rapeseed market is expected to trade on higher side for Tuesday as the buyers' support is expected to improve in the near terms.

Status of Price & Supply of the New Crop

Markets	Prices	Arrivals (Bags)
Jaipur	1770-1775	-
Alwar	1690	1500
Delhi	1785-1790	2000
Agra	1840	-
Sri Ganganagar	1530-1540	500-1000
Kota	1530-1550	600-700

Groundnut

Groundnut today improved significantly at various centres including Gujarat owing increasing uncertainty in the other edible oil markets and declining retail support. The Gujarat market is still maintaining the high price amidst concerns of breaking of epidemic in areas already fighting the adversity of flood where effective supply line to different markets have been disrupted owing the disturbances in the road and rail transport.

The domestic demand is expected to trade range bound on the higher side in the coming days amidst growing uncertainty in the cultivation of the new crop.

The range-bound higher trade in groundnut oil prices is expected to continue for Tuesday amidst continuing uncertainty about the upcoming crop.

The rate of the Export Quality (80-90 Count) groundnut is Rs. 2600 per quintal, the bold (60-70 Count) is Rs. 2890 per quintal, the 50-60 count seed is Rs. 2820 and for 40-50 count the rate is Rs. 2310 in Mumbai market.

Vayda Quotes

Mustard futures as on 11th July 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	5-Aug	346.20	345.50	345.70	344.70	-0.90	345.30
Hapur	5-Aug	367.50	367.25	367.40	365.70	-0.60	366.90
Bikaner	5-Aug	338.50	339.00	339.00	339.00	0.50	339.00
Hisar	5-Aug	344.00	343.50	343.80	342.60	-0.90	343.10

CBOT

CBOT remained closed during the weekend holiday.
Market will reopen on Monday's evening (11.07.05).

CBOT Soy oil futures as 08 July 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Jul'05	692.0	678.0	680.0	667.0	-16.6	675.4
Aug'05	694.4	680.0	683.0	670.4	-16.4	678.0

CBOT remains closed on Saturday and Sunday.

Forex Rates (As on 11.07.2005)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.56
Malaysia	Ringgit	11.49
European Union	Euro	52.35
United Kingdom	GBP	75.92
Japan	100 Yen	38.91

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