

## OILSEED

29<sup>th</sup> August 2005

- Rapeseed Prices Show Stable Movement

### TECHNICAL ANALYSIS

#### COMMODITY: MUSTARD SEED

Perspective: Very Short Term

##### NCDEX September Contract

**Rapeseed September Contract** opened marginally higher and went up thereafter smoothly. The candle made a long upper shadow.

**Stochastic Oscillators:** The %K - line followed by the %D-line is approaching the oversold region.

The MACD remains above the signal line and the gap with the EMA is widening.

The 7-day MA has crossed the 14-day MA from below.

##### Market advice:

The contract is likely to open higher but there may be pull back tomorrow. Buy below 357 and sell above 359.00

##### Advisable trade limits:

Support at 356.35 and Resistance 358.80



#### COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

##### NCDEX September Contract

**Soybean seed September Contract** opened higher and went up thereafter however, the contract could not make an engulfing candle.

**Stochastic Oscillators:** The %K - line has made a bullish cross over with the %D-line. Both have come out from the oversold region.

The MACD has made a bullish crossover with the EMA.

The 7-day MA is still below the 14-day MA. The slower MA has bend upward. The RSI (35) has come out from the oversold region.

##### Market advice:

For the short-term the contract is bullish. However, the intra-day trading may remain bearish tomorrow. Buy below 1270 and sell above 1277.

##### Advisable trade limits:

Support at 1266.0 and Resistance at 1276.00



## DOMESTIC MARKET COMMENTARY

### Soybean:

Prices of soybean remained stable today in the major markets amid improvement in the DOC prices and oil prices.

The total soybean crop is estimated at 55 lakh tonnes. Among which MP is likely to contribute 36-37 lakh tonne, Maharashtra 11-12 lakh tonne, Rajasthan 7 tonne and others (Karnataka, UP) 1 lakh tonne. Lack of rainfall may further reduce the crop estimates.

The soy oil prices at the NBOT improved today. The DOC prices today also improved at the major spot markets.

Soybean futures at the NCDEX also today went up smoothly after opening on the higher side. The NCDEX September contract today closed at Rs1269.70 (Up by Rs.11.70).

The price of soybean in Kota market was quoted at Rs. 1240 per quintal. In Madhya Pradesh it was Rs. 1260, in Karnataka it was Rs. 1190 and in Maharashtra it was Rs. 1245.

The prices are likely to maintain strength on the spot markets on expected lower crop and lack of rainfall.

### Rapeseed/Mustard:

Prices of rapeseed remained steady today also. The market activities remained subdued. Lack of rainfall is indicating support to the prices in future, as lack of rainfall would reduce the next crop area significantly. Meanwhile, if the NAFED releases its stocks that may put pressure on the prices. But the government body is not likely to sell at the lower prices.

The major vayda exchanges today showed marginal improvement overall.

The September contract at the NCDEX today after opening on the higher side improved smoothly. The September contract at the NCDEX closed at Rs 357.00 per 20 kg.

The arrival of mustard in Rajasthan remained at around 0.15 lakh bags today.

Rapeseed prices likely to remain strong in the major spot markets until the NAFED releases its stocks. If there is no

significant rainfall in the coming days the prices may remain strong.

### Status of Price & Supply of the New Crop

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1810-15	15000
Alwar(C)	1710-15	800-900
Delhi(C)	1810-15	1500
Agra(C)	1870	-
Sri Ganganagar (NC)	1570	500
Kota (NC)	1570-1600	2000

### Vayda Quotes

#### Mustard futures as on 29 August 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	Aug	345.80	345.8	345.8	345.8	0.0	345.8
Delhi	Nov	338.50	339.5	339.9	339.2	+0.9	339.4
Hapur	Aug	368.60	367.5	368.8	367.5	0.0	368.6
Hapur	Nov	360.90	362.0	363.1	361.7	+0.9	361.8
Bikaner	Aug05	348.20	348.2	348.2	348.2	0.0	348.2
Hisar	Aug	333.00	333.0	333.1	333.0	0.0	333.0
Hisar	Nov	337.10	336.1	336.1	336.1	-1.0	336.1

### Groundnut

Today also the Rajkot mandi in Gujarat remained closed. In the other markets the prices of groundnut remained steady. The arrival improved in Karnataka today. In Chitradurg the arrival was recorded at around 7000 bags. The old stock fetched Rs 2000 per quintal, whereas the new stock was traded between Rs 600 to Rs 1400 per quintal.

Groundnut oil prices remained on stable demand.

The prices of groundnut are expected to remain strong in the coming days amid good demand.

The rate of the Export Quality (80-90 Count) groundnut was Rs. 2850 per quintal, the bold (60-70 Count) is Rs. 2980

per quintal, the 50-60 count seed is Rs. 2850 and for 40-50 count the rate is Rs. 2450 in Mumbai market.

### CBOT

CBOT remains closed on Saturday and Sunday.

#### CBOT Soybean futures as 26 August 2005 (Cents/bushel)

Months	Previous Settle	Open	High	Low	Change	Close
Sep05	587.0	587.0	592.0	587.0	+4.0	591.60
Nov05	597.6	598.0	602.4	598.0	+4.4	602.0

CBOT remains closed on Saturday and Sunday.

**South American Soybean market remains closed on Saturday and Sunday.**

#### Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.78
Malaysia	Ringgit	11.63
European Union	Euro	53.99
United Kingdom	GBP	79.09
Japan	100 Yen	39.69

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