

OILSEED

01st August 2005

- Rapeseed Market Improved Marginally Amidst Heavy Rains in Indore

TECHNICAL ANALYSIS

COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX August Contract

Rapeseed August Contract opened weak but continued upward for the day amidst increased buying and heavy rains in the major oilseeds growing areas.

Stochastic Oscillators: The %K - line moved marginally up in the neutral region indicating to the improvement in the prices. The % D-line on the other hand continued lower in neutral region indicating the declining strength in the market prices.

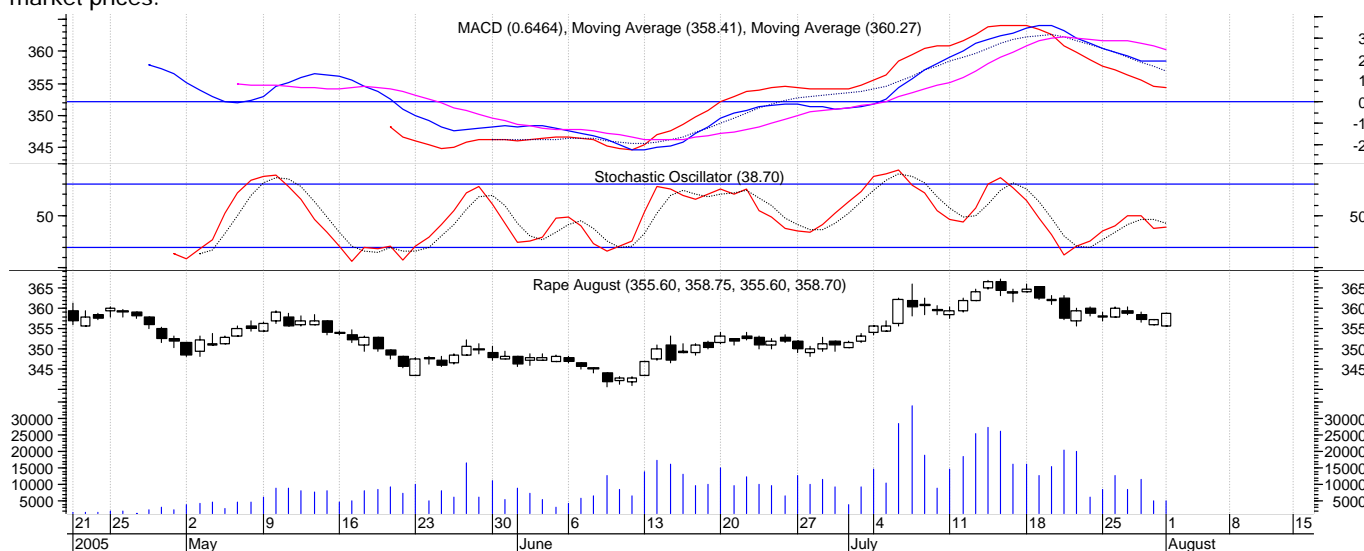
Currently the MACD is bearish since it is trading below its signal line. The MACD crossed below its signal line 8 period(s) ago. Since the MACD crossed its moving average, Rape August's price has increased 0.32% and has ranged from a high of 363.15 to a low of 355.60. The 7-Day MA CONTINUED lower along with the 14-Day MA hinting to the continuing weakness in the prices.

Market advice:

Trade is expected to open and trade range bound with partial improvement for Tuesday. Go long with short term outlook.

Advisable trade limits:

Support at 357.00 and Resistance 361.10



COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX August Contract

Soybean seed August Contract opened range bound but traded on the higher side for the day amidst heavy rains in the major growing areas.

Stochastic Oscillators: The %K - line improved marginally in the oversold region indicating to the growing strength in the prices. The % D-line on the other hand continued lower in the oversold region supporting the downward trend 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, August Soybean's price has decreased 2.14% and has ranged from a high of 1,347.00 to a low of 1,294.00.

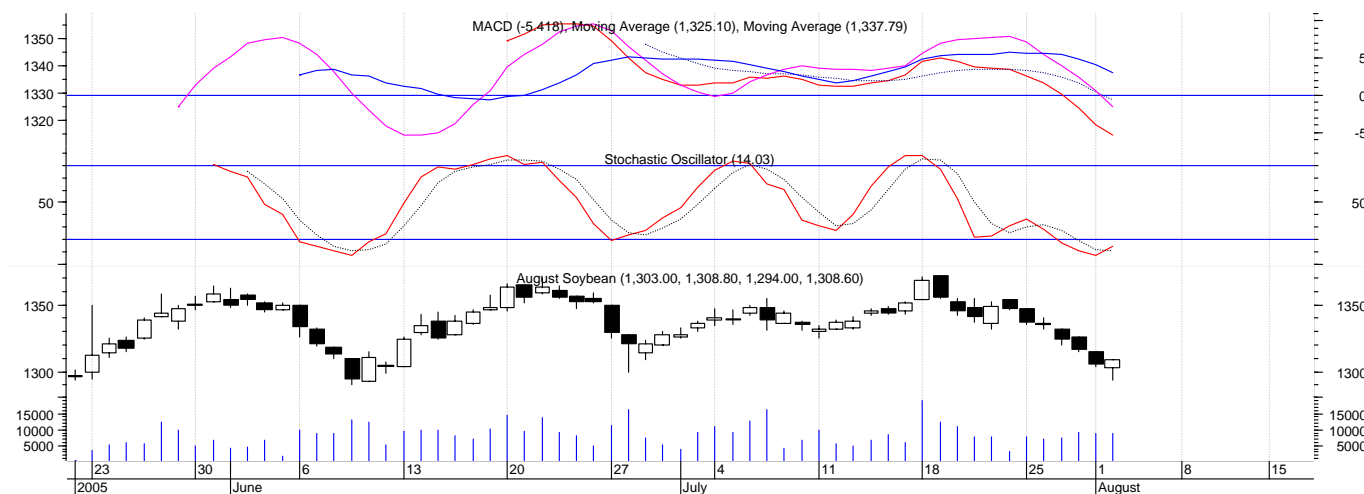
The 14-Day MA continued lower along with the 7-Day MA hinting to the increasing weakness in the market prices.

Market advice:

Market is expected to open range bound but trade high for Tuesday. Go long with short-term outlook.

Advisable trade limits:

Support at 1304.00 and Resistance at 1321.00



DOMESTIC MARKET COMMENTARY

Soybean:

The domestic market opened marginally weak but improved continuously through the day amidst heavy rains at Indore which forced the bears to go on the back seat and the buyers were seen consolidating their positions.

The international market is expected to trade on the lower side amidst increased deliveries pressure and lack of export demand. At the time of closure the NCDEX August Soybean Contract was at Rs. 1305 (Down by Rs. 11.80).

The sowing of Kharif soybean has been on the increasing side. But recent heavy rains in the major growing areas are expected to dampen the sentiment in the long run.

The Hazir markets continued trading range bound amidst declining support from the retail demand.

The price of soybean in Kota market was quoted at Rs. 1560 per quintal. In Madhya Pradesh it was Rs. 1350, in Karnataka it was Rs. 1260 and in Maharashtra it was Rs. 1250.

The market is expected to open range bound and trade positive for Tuesday amidst growing support from the buyers.

Rapeseed/Mustard:

The rapeseed market today improved marginally in the spot as well as in the futures markets amidst increasing buyer's support.

Heavy rains at Indore and improving sentiments at the soybean oil futures pushed up the market.

Today the new crop arrival 0.15-0.20 lakh bags in Rajasthan, which is significantly low.

The rapeseed market is expected to continue marginally on the higher side on Tuesday as the buyers' support is expected to improve further.

Status of Price & Supply of the New Crop

Markets	Prices	Arrivals (Bags)
Jaipur (C)	1800-1805	-
Alwar(C)	1710-1715	1500
Delhi(C)	1810	2000
Agra(C)	1860	-
Sri Ganganagar (NC)	1570-1575	1000
Kota (NC)	1570-1610	1500

Groundnut

Groundnut traded range bound at various centres amidst lack of significant change in the demand prospects.

Heavy rains in the major growing areas of Maharashtra and Gujarat have led to the uncertainty in the prospects of the new crop. These rains are expected to cause damage to the crop roots if water is logged in the fields for a longer duration, creating uncertainty in the overall output after less than normal sowing. The prospect of declining production is certainly going to pull up the prices in the major markets in the coming days.

In other edible oil markets, the price movement is providing no major support. The retail demand in the other edible oil markets is declining day by day leading to further uncertainty in the prices and low retail demand.

The domestic market is expected to continue trading range bound on Tuesday amidst continuing support from the retail demand and incidence of heavy rains in Maharashtra and Gujarat.

The rate of the Export Quality (80-90 Count) groundnut is Rs. 2790 per quintal, the bold (60-70 Count) is Rs. 3100 per quintal, the 50-60 count seed is Rs. 2970 and for 40-50 count the rate is Rs. 2420 in Mumbai market.

Vayda Quotes

Mustard futures as on 01st August 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	5-Aug	342.10	341.90	344.80	341.90	2.50	344.60
Hapur	Aug	364.80	364.40	367.40	364.40	2.50	367.30
Hapur	Nov	362.00	362.00	364.40	360.75	2.60	364.60
Bikaner	5-Aug	347.50	348.00	348.00	348.00	0.50	348.00
Hisar	5-Aug	331.40	330.90	334.50	330.30	2.80	334.20

CBOT

CBOT remained closed during the weekend holiday. Market will reopen on Monday's evening (01.08.05).

CBOT Soy oil futures as 29 July 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Jul'05	684.2	686.0	686.0	667.4	-12.6	671.6
Aug'05	689.0	690.0	690.0	690.0	-12.0	677.0

CBOT remains closed on Saturday and Sunday.

Forex Rates (As on 01.08.2005)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.45
Malaysia	Ringgit	11.58
European Union	Euro	52.87
United Kingdom	GBP	76.48
Japan	100 Yen	38.70

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.