

## OILSEED

28<sup>th</sup> September 2005

- Futures Market for Soybean Remained Bearish

## TECHNICAL ANALYSIS

### COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX October Contract

Rapeseed October Contract is indicating a weak sentiment today. The contract opened below the last day's closing prices but settled on a lower side.

PROC, MACD, Stochastics, Candlesticks all are indicating a bearish trend and RSI is in oversold region.

#### Market advice:

For the short term the sentiment is bearish. Outlook is price may open low but may close slightly up. **Advisable trade limits:**

Support at 342.90 and Resistance at 346.25



### COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX October Contract

Soybean seed October Contract remained closed low today when compared to last day's closing price. The market is in a bearish sentiment but remained indecisive today.

The RSI, PROC, MA and Candlesticks are indicating downward trend.

#### Market advice:

For the short-term the outlook is bearish. Remain Short.

#### Advisable trade limits:

Support at 1200.0 and Resistance at 1212.0



## DOMESTIC MARKET COMMENTARY

### Soybean:

Soybean market prices remained mixed today as compared to previous trading day. At Indore market plant delivery quote for soybean increased and traded at Rs.1185-1200 per quintal and in Kota it decreased when compared with previous day and traded at Rs.1220-1225 per quintal. The prices at Nagpur and Nanded were Rs. 1180 and Rs.1175 per quintal. Arrival of 600-700 bags of Maharashtra soyabean are reported from trade sources. In Indore market about 50-60 bags arrived today.

Soybean October futures at the NCDEX opened strong today but ended weak. The NCDEX October contract today closed at the Rs1206.00.(Down by 3.55)

The market is expected to low on Thursday amidst strong bearish sentiments. Sell with very short-term outlook at the opening prices.

Mustard seed market remained stable at most of the centre today. The arrival has been increased at most of the places. The selling pressure from NAFED has offset the prices in major trading point. The NAFED reduced its selling price at Rs.1590 per quintal for Sriganaganagar and Rs. 1655 for Jaipur. However traders further decreased price and was asking Rs.1475 and Rs.1575 (paid) per quintal at Sriganaganagar, according to the trade sources. Due to increased prices factories are closed and most of the commodity is now imported. Traders this year are expecting a surplus of about 24 lakh tonnes.

The trading activity of the October contract at the NCDEX remained range bound on a slightly lower side.

Prices of rapeseed and mustard are likely to remain range bound on a weaker side.

### Rapeseed/Mustard:

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

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1785-90	8000
Alwar(C)	1655	2000
Delhi(C)	1790	700-1000
Agra(C)	1830	-
Sri Ganganagar (NC)	1535-1540	500
Kota (NC)	1530-1550	1500

### Vayda Quotes

#### Mustard futures as on 28<sup>th</sup> September 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	333.0	332.9	332.9	330.7	-2.2	330.8
Hapu r	Nov	354.4	353.75	353.8	350.9	-2.8	351.6
Bika ner	Oct	347.1	347.1	347.1	347.1	0.0	347.1
Hisar	Nov	325.2	324.6	324.6	322.3	-2.4	322.8

### Groundnut

Groundnut prices witnessed a range bound with stable sentiment today in Mumbai and other markets also followed the same trend due to less demand. The market is eyeing on the new crop arrival. The arrival of groundnut crop is likely to increase in the coming day due to good crop condition. The new kharif crop is expected to hit the market after about 8 days at full-fledged.

In Gujarat (Rajkot) the prices of groundnut seed (without tax) increased at Rs.520-525 per 10 kg for shrink quality.

Groundnut prices are likely to remain stable for the coming few days.

### Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	27.09.05	28.09.05
Gr Kernel	2390.00*	2410.00*
Bolds 60/70	2880.00*	2885.00*
*Javas 60/70	3015.00*	3015.00*
Javas 70/80	2925.00*	2925.00*
Javas 80/90	2840.00*	2840.00*

\*Plus Tax / Against Form, X CST Paid, @ VAT Exempted

### CBOT

#### CBOT soy futures end down

Soy futures at Chicago Board of Trade settled lower for the second consecutive day. November soybean futures ended down 10 cents at \$5.575 per bushel and January down 9.5 cents at \$5.6675 per bushel. December soymeal future ended down \$1.6 at \$170.8 per ton and December soyoil off 66 points at 22.28 cents per pound. Dearth of any supportive news continued to weigh on soy futures. Weather turned out to be dry in Midwest planes. Harvest may pick up in Midwest areas. US is going to harvest 77

million ton this year, of which it's to push the 30.35 million odd ton in the global markets in this marketing year. US might be hurry to complete most of its export in next six months, after which some 99 million ton soybean will be ready for harvest in South American continent. Last export inspection report released by USDA was very disappointing, which triggered long liquidation in soy.

### South American Soybean ends down

November South America soybean settled 4.5 cents down at \$6.435 per bushel. The soybean market is bearish. South American soybean ended lower on Tuesday. November South America soybean settled 4.5 cents down at \$6.435 per bushel. The soybean market is bearish. There is no existing demand of soybean in the market while the bumper crop yield in US and increasing supply is applying pressure for selling at lower prices. Chinese soybean prices settled lower at Dalian Commodity Exchange. Even Chinese factor could not help checking fall in its prices. In news, production of India is expected to decline marginally to 5.75 million ton against last year production of 5.85 million ton. Dry weather in crucial stage of crop has been blamed for this decline. However, weather is still dry in Brazil, which may encourage some growers to hold their stock.

### CBOT Soybean futures as on September 27, 2005 (Cents/bushel)

Month s	Previous Settle	Open	High	Low	Chan ge	Close
Nov 05	567.4	565.0	565.0	556.4	-10	557.4
Jan 05	576.2	573.4	573.4	565.4	-9.6	566.4

CBOT remains closed on Saturday and Sunday.

### Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.08
Malaysia	Ringgit	11.68
European Union	Euro	53.04
United Kingdom	GBP	77.86
Japan	100 Yen	38.93

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.