

OILSEED

06th September 2005

- Rapeseed Prices Traded Marginally Lower On Continued Selling

TECHNICAL ANALYSIS

COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX September Contract

Rapeseed September Contract opened range bound and after that the traded range bound.

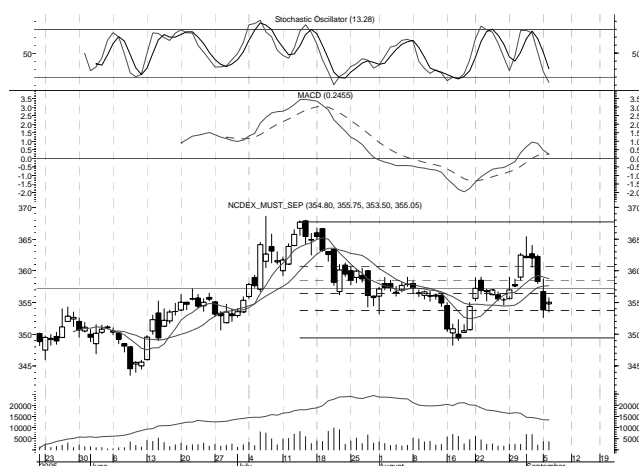
The indicators are indicating further weakness ahead. Only the MAs are still indicating partial positive trend.

Market advice:

Prices are expected to open on the lower side but trade positive. Go long.

Advisable trade limits:

Support at 352.70 and Resistance 357.30



COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX September Contract

Soybean seed September Contract opened lower and continued trading on the lower side. The overall trend remained weak.

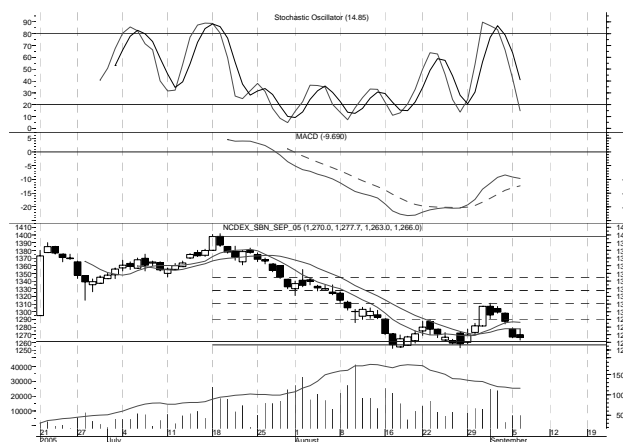
The indicators are indicating slight recovery. While the candlestick and stochastic are indicating weakness the MACD and the MAs are going up.

Market advice:

For short-term the outlook is bearish. Look for clear direction before making fresh moves. Remain short with medium term outlook.

Advisable trade limits:

Support at 1261.00 and Resistance at 1281.00



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean market today saw declining movement with the weak undertone. There was rainfall in Madhya Pradesh. This pressurised the market sentiments.

In Indore, soybean was traded at around Rs 1265 per quintal in the morning session whereas in the evening the prices came down to Rs 1270 per quintal.

Soy oil prices today at the NBOT declined marginally for all the contract months. The DOC prices however, maintained the improvement today recovery in the demand.

Soybean futures at the NCDEX today opened firm but maintained weakness throughout the session. The NCDEX September contract today closed at 1266.00 (Down by Rs. 0.80).

The price of soybean in Kota market was quoted at Rs. 1240 per quintal. In Madhya Pradesh it was Rs. 1270, in Karnataka it was Rs. 1190 and in Maharashtra it was Rs. 1250.

Soybean market is likely to see more selling pressure on Monday. The prices may go down further.

Rapeseed/Mustard:

Rapeseed prices remained marginally weak today at the major markets. According to the market sources the NAFED tender price for today was Rs. 1660 for Ganganagar with the sale of small amount.

Due to poor storage facility the government body is expected to release around 5-9 lakh tonnes of the stocks immediately.

The September contract at the NCDEX today after opening on the higher side declined smoothly. The September contract at the NCDEX closed at Rs 355.05 per 20 kg.

The arrival of mustard in Rajasthan remained at around 0.12 to 0.13 lakh bags today.

For the short and medium term the prices of rapeseed and mustard are likely to continue range bound.

Status of Price & Supply of the New Crop

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1815-20	20000
Alwar(C)	1700-10	1000
Delhi(C)	1800	1500
Agra(C)	1860	-
Sri Ganganagar (NC)	1560-65	100-200
Kota (NC)	1560-85	2500

Vayda Quotes

Mustard futures as on 06 September 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	Nov	342.50	342.25	342.60	340.10	-2.10	340.40
Hapur	Nov	364.40	364.25	364.50	361.60	-2.10	362.30
Bikaner	Oct	348.40	348.20	348.20	348.20	-0.20	348.20
Hisar	Nov	337.30	337.20	337.20	335.60	-1.00	336.30

Groundnut

Groundnut prices maintained the steady trend today at the major markets. The South Indian markets remained range bound with subdued demand.

The arrival is still lower. In Gujarat the prices of groundnut seed was Rs 395 per 20 kg. The prices declined slightly today.

Prices of groundnut are likely to remain steady in the major markets.

The rate of the Export Quality (80-90 Count) groundnut was Rs. 2835 per quintal, the bold (60-70 Count) is Rs. 2960 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 remained closed during the weekend holiday. Market will reopen on Tuesday's evening (06.09.05), as today the CBOT is closed on Labour Day.

CBOT Soybean futures as on September 02, 2005 (Cents/bushel)

Months	Previous Settle	Open	High	Low	Change	Close
Sep05	595.6	595.0	595.0	588.4	-7.2	588.4
Nov05	607.0	607.0	607.0	598.2	-8.0	599.0

CBOT remains closed on Saturday and Sunday.

Forex Rates

Country/Continent	Currency	Value in Rupees
USA	Dollar	43.86
Malaysia	Ringgit	11.68
European Union	Euro	54.78
United Kingdom	GBP	80.69
Japan	100 Yen	40.09

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