

OILSEED

29th September 2005

- Soybean Futures Remained Bullish

TECHNICAL ANALYSIS

COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX October Contract

Rapeseed October Contract is remained range bound and on a slightly bullish side today. The contract opened above the last day's closing prices but settled at around same price.

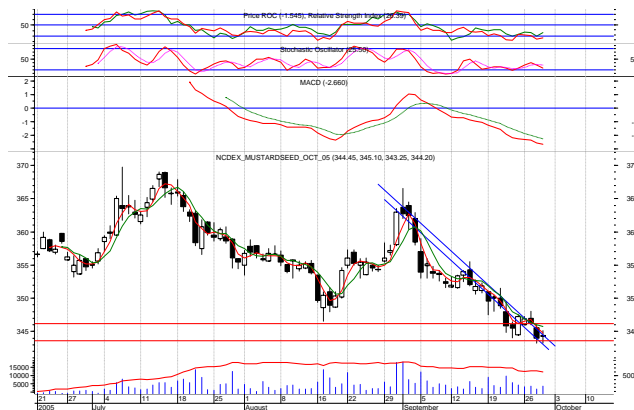
PROC, RSI and Candlesticks all are indicating a bullish trend and RSI is in oversold region.

Market advice:

For the short term the sentiment is slightly bullish. Outlook is price may open low but may close slightly up.

Advisable trade limits:

Support at 343.10 and Resistance at 346.10



COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX October Contract

Soybean seed October Contract closed low today when compared to last day's closing price. The market is waiting for a trend reversal. It may open low and may increase later.

The RSI, MA, MACD and Candlesticks are indicating an up trend.

Market advice:

For the short-term the outlook is bullish. Remain Long.

Advisable trade limits:

Support at 1196.0 and Resistance at 1218.0



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean market prices remained range bound today. At Indore market plant delivery quote for soybean was traded at Rs.1175-1200 per quintal. Arrival of 100 bags of soybeans is reported from Indore according to trade sources.. In Maharashtra arrival of 4000-5000 bags is reported. In MP arrival of some 200 bags has been reported.

Soybean October futures at the NCDEX today opened above but selling pressure pulled down the prices and settled on mostly lower side. The NCDEX October contract today closed at the Rs1201.50.(Down by 4.45)

The market is expected to be slightly improved side on Friday. Buy with very short-term outlook at the opening prices.

Rapeseed/Mustard:

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 declined as its offering higher prices than the market price. Mustard seed traded at Rs. 1535 per quintal at Sriganaganagar. 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. On an average 20-20 lakh tonnes of mustard seed is reported to be with NAFED.

The trading activity of the October contract at the NCDEX remained range bound.

Prices of rapeseed and mustard are likely to remain range bound.

Status of Price & Supply of the New Crop

| Markets | Prices (Rs/Qtl) | Arrivals (Bags) |
|---------------------|-----------------|-----------------|
| Jaipur (C) | 1785-90 | 7000-8000 |
| Alwar(C) | 1675-80 | 500-700 |
| Delhi(C) | 1780 | 500-700 |
| Agra(C) | 1830 | - |
| Sri Ganganagar (NC) | 1535 | 500 |
| Kota (NC) | 1530-1560 | 2500 |

Vayda Quotes

Mustard futures as on 29th September 2005

| Cent re | Mo nth s | Prev. Settle | Open | High | Low | Cha nge | Close |
|----------|----------|--------------|-------|-------|-------|---------|-------|
| Delhi | Nov | 330.4 | 331.3 | 331.3 | 330.2 | -0.4 | 330.4 |
| Hapu r | Nov | 351.6 | 351.8 | 352.4 | 350.6 | -0.5 | 351.1 |
| Bika ner | Oct | 347.1 | 347.1 | 347.1 | 347.1 | 0.0 | 347.1 |
| Hisar | Nov | 322.8 | 322.8 | 322.8 | 321.9 | -0.5 | 322.3 |

Groundnut

In Gujarat (Rajkot) the prices of groundnut seed (without tax) increased at Rs.510-525 per 10 kg for shrink quality. New crop condition is good. The market is stable. New crop has moisture thus has less demand. Crushing is likely to start after 4-5 days. Demand is reported to be moderate. Production of 22 -24 lakh tonnes is expected to be this year. Groundnut prices may remain bearish in the coming days.

Spot Rates of Groundnuts in Mumbai

| Groundnut | (Rates in Rs. Per 100 kgs) | |
|--------------|----------------------------|----------|
| | 28.09.05 | 29.09.05 |
| Gr Kernel | 2410.00* | 2435.00* |
| Bolds 60/70 | 2885.00* | 2900.00* |
| *Javas 60/70 | 3015.00* | 3060.00* |
| Javas 70/80 | 2925.00* | 2950.00* |
| Javas 80/90 | 2840.00* | 2890.00* |

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

CBOT

CBOT Soy Futures End Higher

Soy futures at Chicago Board of Trade settled higher on Wednesday. November soybean future settled up 5.25 cents at \$5.6275 per bushel and January up 5.5 cents at \$5.7225 per bushel. December soybean oil up 4 points at 22.68 cents per pound. Firming up in energy and gasoline prices is supposed to have helped lifting all the grain prices. Otherwise, bulls have nothing big in their baskets to play long. Weather is unlikely to help them for rains in Midwest are expected to remain below 1 inch in

entire Midwest region. Traders, however not expecting much from weekly export report despite rumors of Chinese buying.

South American Soybean market ends down

November South American soybeans fell 15.5 cents at US \$ 6.28 per bushel. The slowdown in shipping out of the US Gulf due to hurricane troubles appears to have done little to bring export business to South America, as the new US crop tends to dominate world trade at this time of the year. The US movement will still dominate South American trade, the focus will gradually move to southern hemisphere crop production prospects for 2006. South American soybeans are under pressure from low contract in the US and also from reports of planting activity picking up in Brazil due to decent rainfall there. Freight rate considerations might discourage some movement. The whole hurricane influence on US oil supplies might diminish and that could further disappoint soybean oil traders. It is also possible that transportation costs or low prices will slow US farmer selling. Overall energy prices have weakened somewhat since the Rita cyclone. Soybean conditions improving and harvest weather getting back on track after the rain.

CBOT Soybean futures as on September 28, 2005

(Cents/bushel)

| Month s | Previous Settle | Open | High | Low | Chan ge | Close |
|---------|-----------------|-------|-------|-------|---------|-------|
| Nov 05 | 557.4 | 559.0 | 564.0 | 558.4 | 5.2 | 562.6 |
| Jan 05 | 566.6 | 568.0 | 573.2 | 567.4 | 5.6 | 572.2 |

CBOT remains closed on Saturday and Sunday.

Forex Rates

| Country/ Continent | Currency | Value in Rupees |
|--------------------|----------|-----------------|
| USA | Dollar | 44.02 |
| Malaysia | Ringgit | 11.68 |
| European Union | Euro | 53.06 |
| United Kingdom | GBP | 77.72 |
| Japan | 100 Yen | 39.02 |

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