

OILSEED

29th October, 2005

- NCDEX Soybean Futures Improves

TECHNICAL ANALYSIS

COMMODITY: SOYBEAN

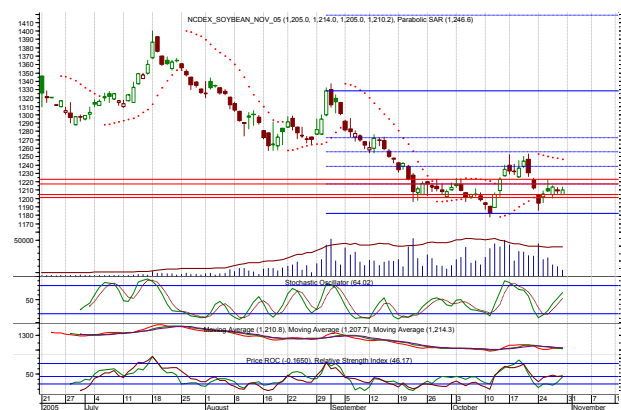
Perspective: Very Short Term
NCDEX November Contract

Soybean seed November Contract The contract-opened low today and ended up. Candlesticks are indicating bullish sentiments, and other indicators like PROC, Stochastic, MA, and RSI are indicating a bullish trend.

Market advice: For the short term the prices may be bullish tomorrow.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	1205.00	1217.00
	1201.50	1222.70



COMMODITY: RAPESEED

Perspective: Very Short Term
NCDEX November Contract

Rapeseed seed November Contract opened up today and ended high as compared to previous days closing. It may open high and is expected to settle on a lower side. Candlesticks, Parabolic Sar and trend line are indicating a bearish trend however stochastic and PROC are indicating an uptrend.

Market advice: For the short-term the outlook is prices may open firm tomorrow and may decline at the closing.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	342.2	345.00
	341.5	345.50



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean seed prices improved slightly at domestic spot markets. According to traders arrivals were not as higher as yesterday. Today about 300000 bags arrived in Madhya Pradesh, 200,000 bags in Rajasthan and 2,00,000 bags in Maharashtra and 60000 bags in Kota. In Kota it traded slightly up at Rs. 1080-1115 per quintal. The demand for soybean in domestic market is not much high. In US markets no fresh arrivals are reported due to festivals ahead and stockists will use their own stock. The demand

is decreasing due to fear of bird flu. The markets will remain closed for 4-5 days due to festivals. Soybean prices are expected to decline slightly in the coming days as arrivals will increase after Diwali.

Rapeseed/Mustard:

Sowing of Mustard seed is gaining pace in almost all the mustard growing areas and is expected to carry on till mid November. In Neewai market and Sriganganagar most of the wholesale shops remained closed because of festivals ahead. Oil mills are closed and production activities have

almost stopped. In Neewai Mustard seed traded at Rs. 1710. No fresh arrivals are reported. The demand for mustard seed is not so high at present because of increased arrivals of Soyabean. Soybean oil is available at a cheaper rate than mustard oil. Therefore demand from mustard oil industry is low. Prices are expected to remain range bound in the coming days.

Status of Price & Supply of the New Crop (Oct 29,05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1730-35	35000-40000
Alwar(C)	1675-85	700-800
Delhi(C)	1760	500-600
Agra(C)	1820	-
Sri Ganganagar (NC)	1500	500
Kota (NC)	1505-1515	500

Vayda Quotes

Mustard futures as on 29th October 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	331.4	331.0	333.3	331.0	1.9	333.3
Hapu r	Nov	351.8	351.7	354.9	351.65	2.2	354.0
Bika ner	Dec	337.2	337.2	337.2	337.2	0.0	337.2
Hisar	Nov	321.8	322.4	324.2	322.4	2.2	324.0

Groundnut

Groundnut seed at Rajkot remained same and quoted in the range of Rs.358 - 360 per 20 Kg. Markets are closed upto 7th November ahead of festivals. No fresh arrivals are reported and traders have already stocked ample soyabean. Traders in Rajkot marketing yard have already stocked 35000 bags and in Gondal marketing yard about 60000 bags of groundnut. Groundnut-cultivating areas in southern India are observing heavy rainfalls. This may affect crop but not immediately as harvesting in Karnataka and Andhra Pradesh are expected to begin after Diwali. Demand for groundnut has declined in domestic as well as international markets. With continued arrival after Diwali the prices may decline at that time. According to trade sources prices are expected to remain range bound or fall slightly during this week.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	28.10.05	29.10.05
Gr Kernel	2550*	2525*
Bolds 60/70	2800*	2785*
Javas 60/70	3000	2990*
Javas 70/80	2890*	2875*
Javas 80/90	2840*	2825*

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

CBOT

Indian Agribusiness Systems Pvt. Ltd., New Delhi

CBOT Soy Future Settled down

November soy future settled lower at Chicago Board of Trade on Friday. November Soybeans future settled lower 6 cents at \$ 5.65 per bushel, 4.5 off the high and 1.75 up from the low and January Soybeans finished down 6 cents at \$ 5.775 per bushel, 6.5 cents off the high and 2 cents up from the low. December Soymeal settled lower \$1.7 at \$168.8 per tonnes, \$ 0.2 up from the low and \$ 1.7 off the high. December Soybean Oil Settled down 0.05 cent at 23.33 cents per pounds, 0.02 cent off the high and 0.19 cent up from the low. The export sales of American Soybean are low as compared with USDA projections. The harvesting of US soybean crop around 90 per cent is over. The favorable weather conditions for planting of soybean crop in South America may be a cause of low export demand of US soybean. The low energy prices may be another cause for lower prices of soy oil with concern of bio-diesel future. The January commodity fund selling was estimated 4500 contracts.

Mont hs	Previo us Settle	Open	High	Low	Chan ge	Clo se
Nov 05	571.4	569.0	569.0	563.4	-0.6	565.0
Jan 05	583.4	581.4	581.4	575.4	-0.6	577.4

CBOT remained close on Saturday & Sunday

South American Soy Future Settled Unchanged

November South American soybeans settled unchanged on the session yesterday at \$6.37 per bushel and trade volume was in 81 contracts. The soil condition will improve for the plantation of soybean crop in Brazil due to rain. It is expected to increase the production of South American soybean only due to favourable weather despite the low acreage, less use of fertilizers, fungicides. The high input cost, limited credit availability, financial constraint of producers and low prices of soybean is the major cause for reducing the acreage of soybean in Brazil. The traders' attention is shifting towards the South American soybean production from US Soybean market. The fund selling was 1500 for soybean contract and 1000 for soybean oil contract. Weekly export sales report of USDA was 842,000 tonnes, out of that 347,200 tonnes bought by China, it is more 41 per cent of total sales. China has imported 117,538 tonnes of soyoil in month of September and cumulative import is 1.255 million tonnes for 2005, which is declined by 38.5% from last year. On the other hand, China imported 340,894 tonnes of palm oil in September and cumulative bought is 2.148 million tonnes for 2005, which is up by 23.9% from last year.

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.04
Malaysia	Ringgit	11.93
European Union	Euro	54.45
United Kingdom	GBP	79.89
Japan	100 Yen	38.92

CBOT remains close on Saturday & Sunday

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.