

OILSEED

19th October, 2005

- NCDEX Soybean Future ends Slightly Up

TECHNICAL ANALYSIS

COMMODITY: SOYBEAN

Perspective: Very Short Term

NCDEX November Contract

Soybean seed November Contract The contract opened low today but ended up at the end of the trading session. Stochastic, MA and Candlesticks are indicating a bearish trend. The contract may open high tomorrow.

Market advice:

For the short term the sentiment is slightly bearish. Remain Short.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	1214.00	1242.00
	1209.00	1251.00

COMMODITY: RAPESEED

Perspective: Very Short Term

NCDEX November Contract

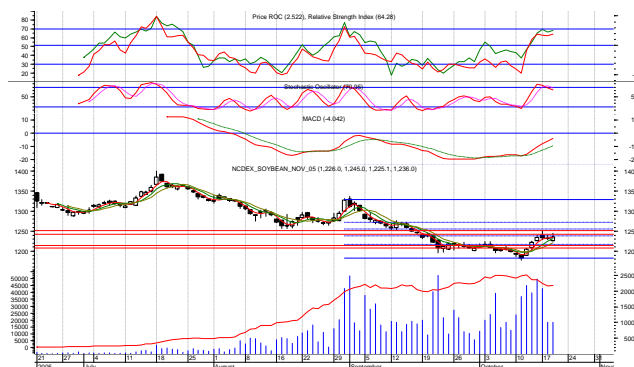
Rapeseed seed November Contract opened up and settled on higher side today. It is likely to price remain bearish and the price might be open at lower side. Stochastic, Candlesticks and MA are indicating a bearish trend.

Market advice:

For the short-term the outlook is bearish. Go for Short position.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	344.1	347.9
	343.1	349.1



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean prices continued its downward undertone today also at most of the trading centre amidst more arrival at the spot market. According to traders arrival of about 2.5-3 lakh bags is reported in Madhya Pradesh out of which 15000 to 15500 bags arrived in Indore market. In Indore Soybean seed traded at lower range Rs.1185-1200 per quintal. In Dhulia it traded at the rate of Rs.1180-1185 per quintal with arrival of 25000 bags. In Kota it traded at Rs.1215-1230 with an arrival of 25000 bags. The total arrival of 33000-40000 bags is witnessed in Rajasthan. The demand is good for Soybean due to festive season. The slight export demand from Kandla port was also noticed. However supply is more thus disclosing a greater supply than

demand. The climate for harvesting is reported to be most suitable. Therefore the prices may decrease in the coming days due to expecting of more arrival.

Rapeseed/Mustard:

Sowing of rapeseed is continuing in almost all the mustard growing regions of India. According to trade sources weather in Rajasthan is good for sowing operations. Sowing of 4-4.5 lakh hectare of land is reported in Rajasthan. NAFED is offering at 1640 and selling has started, but few. The crop usually arrives in the months of April-June. On an average 22-22.5 lakh tonnes of mustard is stored to NAFED. The demand for mustard seed is good. The prices are expected to improve in the near term.

Status of Price & Supply of the New Crop (Oct 19,05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1770	1000-1500
Alwar(C)	1685-1690	1000
Delhi(C)	1770-17785	1000
Agra(C)	1840	-
Sri Ganganagar (NC)	1540-1550	700
Kota (NC)	1510-1530	3000

Vayda Quotes

Mustard futures as on 19th October 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	334.7	334.5	335.3	334.1	0.6	335.3
Hapu r	Nov	354.9	354.8	356.0	354.1	1.1	356.0
Bika ner	Oct	347.0	347.0	347.0	347.0	0	347.0
Hisar	Nov	326.7	326.6	326.9	326.2	0.2	326.9

Groundnut

Groundnut seed at Rajkot witnessed range bound with stable sentiment today and traded at the range of Rs.370-380 per 20 Kg. In Rajkot arrival of about 14000-15000 bags is reported and in Gujarat arrival of 1.25-1.5 lakh bags of fresh groundnut seed are reported. The arrival of groundnut is expected to be at its peak after Diwali, as most of the cultivators will increase harvesting operations after that time. The domestic demand for groundnut is reported to be good. High demand is observed from groundnut oil industry amid festival season ahead and for direct consumption also. The demand is not only reported from these sectors but from agriculture sector also as sowing has started in some areas of Orissa, Andhra Pradesh and Tamil Nadu for Rabi groundnut. In these areas sowing activities may improve in the coming days. According to trade sources the cultivators are facing the problem of shrinkled kernel bringing less production. Therefore the prices are expected to remain firm in the coming days.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	19.10.05	18.10.05
Gr Kernel	2615*	2625*
Bolds 60/70	2860*	2870*
Javas 60/70	3090	3090*
Javas 70/80	2990*	2990*
Javas 80/90	2925*	2925*

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

CBOT

CBOT Soy Futures Settle Mixed

Soy Futures settled mixed on Tuesday. The November Soybeans future at Chicago Board of Trade settled down

6.75 cents at \$5.845 per bushels, 3 cent off the high and 2.25 up from the low and January Soybeans settled down 7cent at \$5.9675, 2.75 cent up from the low and 12 off the high. December Soymeal future settled down \$ 4.2 at \$171 per ton, \$ 0.1 up from the low and \$ 2.7 off the high. December Soybean Oil future settled up 0.05 cent at 24.44 cent per pound, 0.04 cent off the high and 0.33 cent up from the low. This has been noticed that the soyoil market was weak due to lower energy prices and weak cash market of Soymeal. At the end of the day, oil closed near the high of the day prices and meal closed near to low price of the day due to weak demand of soy meal. The harvesting of soybean is progressing in US. As on Sunday, 76 per cent of soy crop harvested as compared 60 per cent in the previous week. Demand of soybean is good from the China. China is the major importer of US soybean. It was reported in the weekly inspection report that the China alone imported 20.4 million bushels out of the total export of 32 million bushels.

South American Soybean Futures Settle Higher

South American Soy future settled higher on Tuesday. The November South American Soybean future settled 3 cents higher at \$ 6.63 per bushel. There are more prospects of soy production in Brazil. The soil moisture looks favorable for the early planting of soy crop in Brazil. The demand of Soymeal was low in Europe due to apprehension of bird flue. If the flu continues to spread among birds, the impact on commodities might be limited to feed grains and livestock demand, but if the flu spreads from human to human then all commodity markets could suffer. There was increasing support of soy oil among buyers on Monday only due to strength in energy complex, traders are reviving for a negative reaction on Tuesday to lower energy values as the hurricane appears headed for Florida, not the central gulf. The buying funds were of near 2500 soybeans, 4000 oil and sellers of near 1500 meal. The weekly crop progress report showed that the US soybean crop harvest was 76% as compared with 75-85% expected.

CBOT Soybean futures as on October 18, 2005 (Cents/bushel)

Month s	Previous Settle	Open	High	Low	Change	Clos e
Nov 05	591.2	586.0	594.0	582.4	-6.8	584 .4
Jan 05	603.6	598.0	599.0	586.4	-7.0	596 .6

CBOT remains closed on Saturday & Sunday

Forex Rates

Country/ Continent	Currency	Value In Rupees
USA	Dollar	45.32
Malaysia	Ringgit	11.98
European Union	Euro	53.86
United Kingdom	GBP	79.12
Japan	100 Yen	39.08

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