

OILSEED

1st October, 2005

- Soybean Futures Remained Firm

TECHNICAL ANALYSIS

COMMODITY: MUSTARD SEED

Perspective: Very Short Term

NCDEX October Contract

Rapeseed October Contract remained bullish today. The contract opened slightly above the last day's closing prices.

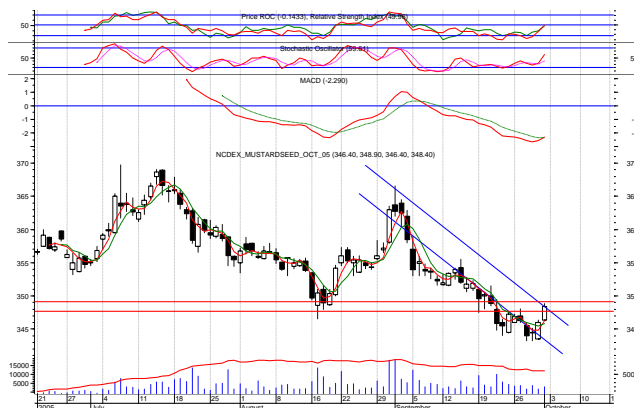
PROC, RSI, MA, and Candlesticks all are indicating a bullish trend.

Market advice:

For the short term the sentiment is slightly bullish. Remain Long

Advisable trade limits:

Support at 347.00 and Resistance at 351.00



COMMODITY: SOYBEAN SEED

Perspective: Very Short Term

NCDEX October Contract

Soybean seed October Contract closed up today when compared to last day's closing price. It may remain range bound on a slightly downwards side. Stochastic, MA and Candlesticks are indicating an up trend.

Market advice:

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

Advisable trade limits:

Support at 1213.15 and Resistance at 1203.00



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean market prices remained range bound on a slightly improved side today. At Indore market plant delivery quote for soybean was traded at Rs.1180-1200 per quintal. In Kota market it traded at Rs. 1225 and in Nagpur market it was Rs.1200-1210. Arrival of Soybean improved and after shrad is over prices more arrival is expected in the market bringing a decline in prices.

Soybean October futures at the NCDEX today opened above and buying sentiments remained and settled on mostly upper side. The NCDEX October contract today closed at the Rs1208.

The market is expected to be slightly improved side on Monday. Buy with very short-term outlook at the opening prices. At spot prices may decline.

Rapeseed/Mustard:

Mustard seed market remained stable at most of the places today. Arrival has been increasing at most of the places. A

fresh arrival of 150 bags are reported at Sriganganagar. NAFED is offering at Rs. 1600 per quintal. However market price is quite lower. Traders this year are expecting a surplus of about 24 lakh tonnes. The Government announced MSP for the coming Rabi crop. The new MSP is of Rs.1715 that is Rs.15 up from earlier price of Rs.1700.

The trading activity of the October contract at the NCDEX improved.

Prices of rapeseed are likely to be high initially and then may decline at the spot markets.

Status of Price & Supply of the New Crop

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1790	10000-15000
Alwar(C)	1690	600-700
Delhi(C)	1790	1500
Agra(C)	1840	-

Sri Ganganagar (NC)	1560	700
Kota (NC)	1510-1535	2500

Vayda Quotes

Mustard futures as on 30th September 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	Nov	331.7	332.9	334.4	332.8	3.2	334.9
Hapur	Nov	356.0	353.7	356.4	353.6	3.3	352.7
Bikaner	Oct	347.0	346.9	346.9	346.9	-0.1	346.9
Hisar	Nov	323.4	324.4	326.4	324.4	3.3	326.7

Groundnut

In Gujarat (Rajkot) the prices of groundnut seed (without tax) declined and prevailed between Rs.500-515 per 10 kg for shrink quality. The Kharif crop condition is good, according to the traders. New crop has moisture thus has less demand. Crushing of groundnut has begun and 200-300 bags are reported to have arrived. 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)	
	30.09.05	1.10.05
Gr Kernel	2440.00*	2475.00*
Bolds 60/70	2900.00*	2900.00*
Javas 60/70	3075.00	3075.00*
Javas 70/80	2965.00*	2965.00*
Javas 80/90	2900.00*	2900.00*

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

CBOT

CBOT Soy Futures Settles Higher

Soybean futures at Chicago Board of Trade settled higher on friendly stock report. November soybean future settled up 12.75 cents at \$5.7325 and January soybean up 13 cents at \$5.8325 per bushel. December soybean closed up \$0.2 at \$170.4 per ton and Soybean oil up 1.09 cents at 23.95 cents per pound. The US Department of Agriculture pegged

the US soybean stocks for September 1st at 255 million bushels, down against trade expectations at 294 million bushels. However, figures were up significantly compared to a year ago stock of 112 million bushels. USDA in its last report estimated the soybean production at 77 million ton. So, production figures likely to keep the futures under pressure.

South American Soybean Ends Slightly Up

November soybean prices were slightly higher in South American market. Taiwan bought 60,000 tonnes of US soybeans. China has reportedly booked 50,000-100,000 tonnes of soymeal from India over the past month. The US soybean production in 2004 was lowered by 17.3 million bushels to 3.124 billion the previous estimate of soybean production was 3.141 billion bushels.

The US market on Thursday unable to hold early gains even the energy markets could not boost the soybean oil prices, it is clear that the bear camp continues to control prices. US market was expecting prices of soybean would be slightly high due to better export of US soybean from Taiwan i.e. 60,000 ton.

The COT report to be released after the close today might show a moderate increase in the spec short position, as soybeans fell 15 cents within the reporting period.

CBOT Soybean futures as on September 30, 2005 (Cents/bushel)

Months	Previous Settle	Open	High	Low	Change	Close
Nov 05	560.4	568.0	574.0	560.4	12.8	573.2
Jan 05	570.2	578.0	584.0	570.2	13	583.2

CBOT remains closed on Saturday and Sunday.

Forex Rates

Country/Continent	Currency	Value in Rupees
USA	Dollar	44.02
Malaysia	Ringgit	11.67
European Union	Euro	52.94
United Kingdom	GBP	77.67
Japan	100 Yen	38.78

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