

OILSEED

15th October, 2005

- Soybean Price Continued Uptrend

TECHNICAL ANALYSIS

COMMODITY: SOYBEAN

Perspective: Very Short Term
NCDEX November Contract

Soybean seed November Contract The contract opened above the last day's closing prices. It remained bullish today.

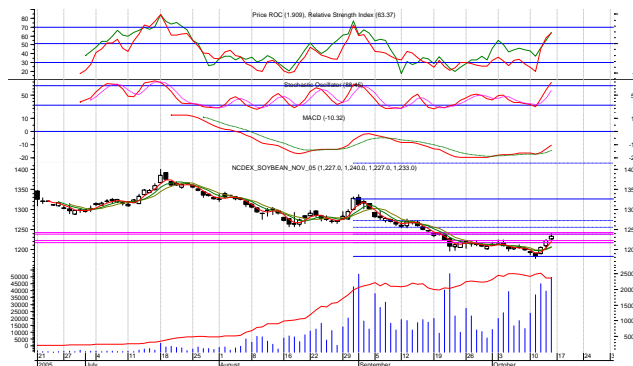
MA, PROC, MACD, Stochastic, RSI and Candlesticks all are indicating a bullish trend.

Market advice:

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

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	1222.90	1238.20
	1217.10	1243.00



COMMODITY: RAPESEED

Perspective: Very Short Term

NCDEX November Contract

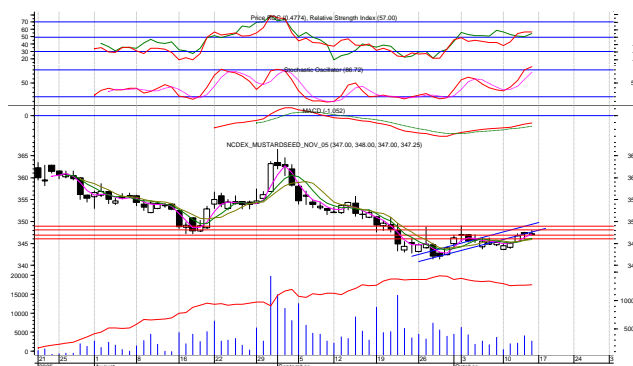
Rapeseed seed November Contract opened slightly low and closed up today. Slightly Bearish sentiments may remain tomorrow the price may open low. RSI, MA; candlesticks are indicating an indecisive but slightly bearish trend. Stochastic is indicating it in overbought zone.

Market advice:

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

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	346.80	348.20
	345.60	349.00



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean prices continued to improve today at domestic spot markets as well as in futures market. Arrival of around 100000 - 125000 bags is reported in Madhya Pradesh. In Indore Plant delivery rate for Soybean seed quoted at Rs. 1180-85. Rainfall is witnessed in Jalgaon, Akola, Jalna, areas of Maharashtra and has been raining since past two days. Rainfall is also observed in Andhra Pradesh and Karnataka and if it continues it can turn the seed slightly blackish in colour.

Soybean prices are expected to improve in the coming days if rainfall and groundnut crop damage from it continues. In Kota soybean plant delivery rate was in the range of 1170-80. In Dhulia it traded at Rs.1170 and in Latur at Rs. 1133-40. In Nanded Soybean changed hands at Rs.1135.

Rapeseed/Mustard:

Sowing of rapeseed has been reported in Kota division of Rajasthan and in Shivpuri, Sheopur Kalan areas of Madhya Pradesh. The crop usually arrives in April month. NAFED reduced its price by Rs 10 and today sold at the rate of Rs.

1590 per quintal, which is still higher than rate at spot market. Around 20.9 lakh tonnes of stock is reported with NAFED. NAFED has also opened a tender for selling its stock of mustard seeds for some factory owners at Sriganganagar and surrounding areas. The result will be out on 17th of this month. NAFED has offered another tender to international markets for the export of its stock of Rapeseed. The prices are expected to remain range bound in coming days in domestic spot markets and the market is waiting for any reaction arising from tender opened by NAFED. Acreage of Rajasthan and Madhya Pradesh is increasing and is expected to further increase in the coming days as temperature was high earlier and is now normal for sowing of mustard seeds. If climate favours sowing may increase this year.

Status of Price & Supply of the New Crop (Oct 15,05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1760-65	10000
Alwar(C)	1680-90	600-700
Delhi(C)	1780-90	1000
Agra(C)	1840	-
Sri Ganganagar (NC)	1550	500
Kota (NC)	1510-30	3000

Vayda Quotes

Mustard futures as on 15th October 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	335.4	335.4	336.2	335.4	0.0	335.4
Hapu r	Nov	356.75	356.75	357.4	356.4	0.25	356.4
Bika ner	Oct	347.1	347.1	347.1	347.1	0.5	347.1
Hisar	Nov	327.1	327.1	327.6	326.8	0.0	326.8

Groundnut

Groundnut seed at Sriganganagar quoted at Rs. 1850 per quintal. Arrivals of 8000 bags of fresh groundnut seed are reported in Sriganganagar and of 100000 bags in whole Gujarat. 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. According to the local traders loss of nutrients due to repeated cultivation of groundnut may reduce the yield of groundnut and if yield reduces significantly then prices may go up in the coming days. If rain stops in the groundnut growing areas of Andhra Pradesh and Karnataka the cultivators may not have any fear of damage to their crop.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	14.10.05	13.10.05
Gr Kernel	2550*	2525*
Bolds 60/70	2870*	2850*
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 at Chicago Board of Trade settled mixed lacking clear direction on weekend. November soybean future closed up 1.25 cents at \$5.895 and January off 1 cent at \$6.005 per bushel. December Soybean future settled off \$1.1 at \$176.5 per ton and December soybean oil up 14 points at 24.03 cents per pound. Some support came from news of buying of 52,500 ton of soybean from South Korea. Weekly export sale of soybean was also friendly. The US Department of Agriculture estimated the net weekly export sale of US soybean for the week ending October 6 at 684,900 ton, up against earlier trade expectations of 4-6 lakh ton. Major buyers were China (517,800 ton) and Japan (121,200 ton). Export sale of soybean was also supportive. USDA estimated US soybean export during the week at 177,700 ton, up against earlier expectations of 50,000-110,000 ton. Export sale of soybean was 3,200 ton compared to 3,000-10,000 ton. NAPA crush report also was friendly. In its monthly report, NAPA estimated soybean crush in September at 127.1 million bushels, up against 122-124 million bushels and 123.2 million bushels crushed in August. However, ideal weather situation curbed the upward tendencies. Harvest is likely to progress in Midwest region amid dry weather situation through the week.

South American Soybean Future Settle Lower

November South American soybeans future settled 2 cents lower at US \$ 6.575 per bushels. Volume came in at 89 contracts. There was low demand for soybeans due to bulk supply of soybeans in Brazil. The estimation of soybean production from local traders is approximately 40 million tonnes in Argentina and 57-58 million tonnes in Brazil, while USDA reported the production of soybean at 40.5 million tonnes and 60 million tonnes in Argentina and Brazil respectively. The US market settled up yesterday on fund buying of 4000 contracts and of 15000 contracts on Wednesday. The world numbers looks bearish with record world ending stocks and a significant jump in oilseed ending stocks. World oilseed ending stocks estimated at 54.7 million tonnes, it was 50.6 million last year and 40.2 million tonnes was in 2003-04 season. However, the world vegetable oil ending stocks are expected to come in at 7.2 million tonnes, down from 7.3 million projected in last month's report and down from 7.46 million tonnes for last year. Weekly export sales for soybeans were 684,900 metric tonnes, which was above of expectations and it was 541,200 tonnes last week. While, oil sales came in at 3200 metric tonnes, which is lower than expected range.

CBOT Soybean futures as on October 14, 2005 (Cents/bushel)

Month s	Previous Settle	Open	High	Low	Change	Clos e
Nov 05	588.2	593.0	593.0	587.4	1.2	589.4
Jan 05	601.4	605.0	605.0	599.0	-1	600.4

CBOT remains closed on Saturday & Sunday

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.79
Malaysia	Ringgit	11.87
European Union	Euro	54.08
United Kingdom	GBP	79.26
Japan	100 Yen	39.26

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