

## OILSEED

28<sup>th</sup> October, 2005

- NCDEX Soybean Futures Continues to slide

### TECHNICAL ANALYSIS

#### COMMODITY: SOYBEAN

Perspective: Very Short Term  
NCDEX November Contract

**Soybean seed November Contract** The contract opened low today than previous days close, remained bearish and ended low. Candlesticks are indicating bearish sentiments, Parabolic Sar is indicating downward trend and other indicators like PROC, RSI are indicating bearish trend.

#### Market advice:

For the short term the prices may be bearish tomorrow.

#### Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	1205.00	1213.00
	1199.00	1217.00



#### COMMODITY: RAPESEED

Perspective: Very Short Term  
NCDEX November Contract

**Rapeseed seed November Contract** opened bearish and settled up today. It is likely to remain range bound and side ways movement is expected. Stochastic is in uptrend and is neutral, PROC and Candlesticks, RSI, MACD are indicating a sideways movement.

#### Market advice:

For the short-term the outlook is likely to remain range bound so one can make profit by intra day buying at the support level and selling at resistance levels.

#### Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	341.40	342.80
	340.50	343.50



### DOMESTIC MARKET COMMENTARY

#### Soybean:

Soybean seed prices declined today at domestic spot markets. According to traders arrivals were very high today and about 400,000 bags are reported to arrive in Madhya Pradesh, 200,000 bags in Rajasthan and 3,00,000 bags in Maharashtra and 3,00,000 bags in Gujarat. In Indore Soybean seed plant delivery quote was Rs.1175-1200 per quintal. In Kota it traded at Rs. 1080-1100 per quintal. The

demand for soybean in domestic market is low and arrivals are increasing in both Indian markets and in US markets. Also harvest is to begin in South American markets. The demand is also decreasing due to fear of bird flu. The markets are expected to remain close for 3-4 days due to festivals. Soybean prices are expected to decline slightly in the coming days.

### Rapeseed/Mustard:

Sowing of Mustard seed is at pace in almost all the mustard growing areas and is expected to carry on till mid November. In Sriganganagar market most of the wholesale shops are closed because of festival season. Oil mills are closed and production activities have almost stopped. The demand for mustard seed is not so high at present by reason of increased arrivals of Soyabean in the market. The demand from mustard oil industry is low due to high availability of soyabean oil in the country. Moreover Soybean oil is available at a cheaper rate than mustard oil. Prices are expected to remain range bound in the coming days.

### Status of Price & Supply of the New Crop (Oct 28,05)

Markets	Prices (Rs/Otl)	Arrivals (Bags)
Jaipur (C)	1730-35	40000
Alwar(C)	1660	2000-3000
Delhi(C)	1750	2000
Agra(C)	1820	-
Sri Ganganagar (NC)	1500	500
Kota (NC)	1505-1525	500

### Vayda Quotes

#### Mustard futures as on 28<sup>th</sup> October 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	330.3	330.0	331.8	329.4	1.1	331.4
Hapu r	Nov	351.3	350.3	352.0	349.5	0.5	351.8
Bika ner	Dec	337.4	337.2	337.2	337.2	-0.2	337.2
Hisar	Nov	321.5	321.0	322.5	320.8	0.3	321.8

### Groundnut

Groundnut seed at Rajkot declined slightly today and quoted at Rs.358 per 20 Kg. Markets are closed for about a week's time 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. According to trade sources demand for groundnut has declined in domestic as well as international markets. Low demand from groundnut oil industry is another reason. Many groundnut-cultivating areas in southern India are observing heavy rainfalls and flood like conditions are prevailing. This may affect crop but not immediately as harvesting in Karnataka and Andhra Pradesh are expected to begin after Diwali. With continued arrival after Diwali the prices may decline at that time.

### Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	27.10.05	28.10.05
Gr Kernel	2550*	2550*
Bolds 60/70	2800*	2800*

*Javas 60/70	3000*	3000*
Javas 70/80	2890*	2890*
Javas 80/90	2840*	2840*

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

### CBOT

#### CBOT Soy Future Settled Mildly Lower

November soy future settled mildly down at Chicago Board of Trade on Thursday. November Soybeans settled lower 0.5 cent at \$ 5.71 per bushel, 4 cents off the high and 1 cent up from the low and January Soybeans price settlement was unchanged at \$ 5.835 per bushel, 4 cents off the high and 2cents up from the low. December Soymeal settled up \$1.2 at \$ 170.5 per metric tonnes, \$ 0.5 off the high and \$ 0.9 up from the low. December Soybean Oil Settled down 0.15 cents at 23.38 cent / pounds, 0.24 cents off the high and 0.03 cents up from the low. September US Census Crush report was released before opening of the market. It revealed Soybean crush of 133.2 million bushels as compared with trade expectations of around 134 million bushels. Meal stocks were less at 171,596 metric tonnes from the trader's expectations of around 275,000 metric tonnes. Oil stocks were at 1.69 billion pounds higher than expectations of traders. Weekly US export sales for soybeans depict 842,000 metric tonnes of Soybeans as compared to expected 850,000 to 1,050,000metric tonnes, which is less than expectations. Meal sales were mildly lower194200 metric tonnes as expected to 194500. Oil sales were 6300, which was within expected. The palm oil futures were jumped higher yesterday only because the rumour regarding the reducing imports duties by government of India on palm oil.

Mont hs	Previo us Settle	Open	High	Low	Chan ge	Clo se
Nov 05	571.4	571.0	575.0	571.0	-0.4	571 .0
Jan 05	581.4	581.4	587.0	581.4	0.0	583 .4

### CBOT remained close on Saturday & Sunday

#### South American Soy Futures Settled Slightly Lower

November South American soybeans settled slightly lower 5 cents yesterday at \$ 6.37 per bushel and trade volume was in 71 contracts. The traders' attention is shifting towards the new crop production of Brazil. The crop plantation of soybean is over about 80 per cent in Brazil. The producers are planning to use less fertilizer and fungicides in this season due costly fertilizer and limited availability of credit. Less use of fertilizer and fungicides will bring negative impact on soybean yield. The first official production forecast from the Brazil government for the 2005-06 will be released on November 3, 2005. September US Census Crush report was released before opening of the market. It revealed Soybean crush of 133.2 million bushels as compared with trade expectations of around 134 million bushels. Meal stocks were less at 171,596 metric tonnes from the trader's expectations of around 275,000 metric tonnes. Oil stocks were at 1.69 billion pounds higher than expectations of traders. Weekly US export sales for soybeans depict 842,000 metric tonnes of Soybeans as compared to expected 850,000 to 1,050,000metric tonnes,

which is less than expectations. Meal sales were mildly lower 194200 metric tonnes as expected to 194500. Oil sales were 6300 metric tonnes, which was within expected range.

#### **Dalian Commodity Exchange Soybean Continues to slide**

Soybean futures at Dalian Commodity Exchange settled low today following fall in Soybean futures at CBOT. Another reason for decline in Soybean futures was bargain hunting and outbreak and fear of bird flu. The demand for poultry feeds and particularly of Soybean declined.

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.94
Malaysia	Ringgit	11.94
European Union	Euro	54.52
United Kingdom	GBP	80.34
Japan	100 Yen	39.12

**CBOT remains close on Saturday & Sunday**

## **Forex Rates**

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