

OILSEED

27th October, 2005

- NCDEX Soybean Futures Continued to Improve

TECHNICAL ANALYSIS

COMMODITY: SOYBEAN

Perspective: Very Short Term
NCDEX November Contract

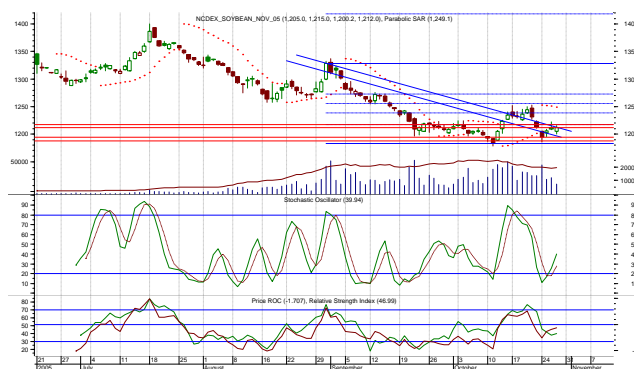
Soybean seed November Contract The contract opened low today but settled up. The prices remained bullish when compared with the previous trading day. Candlesticks are indicating slightly bearish sentiments, Parabolic Sar is indicating downward trend and other indicators.

Market advice:

For the short term the prices may be slightly bearish tomorrow.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	1195	1212
	1187	1217



COMMODITY: RAPESEED

Perspective: Very Short Term

NCDEX November Contract

Rapeseed seed November Contract opened bearish and settled up today. It is likely to remain up tomorrow. Stochastic is in uptrend and is neutral and PROC, Candlesticks, RSI are indicating slightly bullish sentiments.

Market advice:

For the short-term the outlook is slightly bullish.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	341.50	343.20
	340.40	344.20



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean seed prices declined today at domestic spot markets. According to traders arrivals are increasing day by day and fresh arrivals of about 450,000 bags are reported in Madhya Pradesh, 1,50,000 bags in Rajasthan out of which 40000 bags are reported to arrive in Kota market and 2,50,000 bags in Maharashtra. In Indore Soybean seed plant delivery quote was Rs.1175-11190 per quintal. In Dhulia it traded at Rs. 1150 per quintal and in Latur it traded at 1110-33. In Kota it traded at Rs. 1170-80 per quintal and in Nagpur it was 1145-60. The crop condition is

good and climate is favourable for harvesting. 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. Soybean prices are expected to decline slightly in the coming days.

Rapeseed/Mustard:

Sowing of Mustard seed is increasing in almost all the mustard growing areas and is expected to carry on till mid November. In Sriganaganagar mustard seeds traded at Rs.

1570 however NAFED offered at 1585-90. As spot prices are less than prices offered by NAFED most of the buying is done from domestic spot markets. 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 decline by Rs. 20-25 in the coming days.

Status of Price & Supply of the New Crop (Oct 27,05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1720-25	25000
Alwar(C)	1645-50	4000-5000
Delhi(C)	1750	700-800
Agra(C)	1820	-
Sri Ganganagar (NC)	1500	700-800
Kota (NC)	1490-1515	800

Vayda Quotes

Mustard futures as on 27th October 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	329.2	329.0	330.3	328.0	1.1	330.3
Hapu r	Nov	349.1	348.5	351.3	347.5	2.2	351.3
Bika ner	Dec	337.4	337.4	337.4	337.4	0.0	337.4
Hisar	Nov	320.8	321.7	321.7	319.3	0.7	321.5

Groundnut

Groundnut seed at Rajkot remained same today and quoted at Rs.360 per 20 Kg. Fresh crop arrivals are increasing and in Gujarat 2,00,000 bags arrived out of which 45000 bags arrived in Rajkot. Arrivals are increasing and may increase for next two days after which markets will be closed for around 8 days due to festivals ahead. According to trade sources the demand for groundnut is same. Many areas in Karnataka are observing heavy rainfalls and flood like conditions are prevailing in that area. This may however not affect immediately as harvesting in Karnataka was suppose to begin after Diwali. In Andhra Pradesh also harvesting is expected to begin after Diwali. With continued arrival and stable demand the prices may remain range bound in the coming days.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	26.10.05	27.10.05
Gr Kernel	2565*	2550*
Bolds 60/70	2845*	2800*
Javas 60/70	3025	3000*
Javas 70/80	2915*	2890*
Javas 80/90	2865*	2840*

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

CBOT

CBOT Soy Futures Settle Down

November soy future settled down at Chicago Board of Trade on Wednesday. November soybean closed down 6.5 cents at \$ 5.715 per bushels, 7 cent off the high and 0.5 cent up from the low and January Soybeans settled down 6.75 cent at \$ 5.835 per bushel, 7.5 cent off the high and 0.5 up from the low. December Soybean meal settled down \$ 1.6 at \$ 169.3 per metric tonnes, \$ 0.3 up from the low and \$ 2.0 off the high and December Soybean Oil settled down 0.25 cent at 23.53 cent per pounds, 0.14 cent off the high and 0.12 cent up from the low. There is still focus on US soybean market even when more than 85 per cent of Soybean harvesting is over. The prices declined as the earlier rumours of Chinese buying interest of US Soybean. Moreover there was low demand due to fear of bird flu and uncertainty among poultry consumers. Followed by decline in energy prices yesterday. Traders are expecting sales of soybean of around 0.85-1.05 million tonnes as compared with 0.8887 million tonnes last week. Meal sales are expected around 1-2 lakh tonnes and oil sales around 3,000-8,000 tonnes. Traders are looking for USDA 's Weekly export sales report for Soybean today.

Mont hs	Previo us Settle	Open	High	Low	Chan ge	Clo se
Nov 05	578.0	575.4	577.0	571.0	-6.6	571.4
Jan 05	590.2	586.2	590.4	583.0	-6.8	583.4

CBOT remained close on Saturday & Sunday

South American Soy Futures Settle Slightly Up

South American soy future settled slightly up on Wednesday. November South American soybeans settled 3.5 cents higher at \$ 6.42 per bushel, 4.5 cents off the highs. Volume of trade was 75 contracts. The traders are looking towards the first official production forecast of the government of Brazil for the year 2005-06 which is to be released on November 3, 2005. The private traders estimate of this week for soybean production in Brazil varies between 52.7 - 59.6 million metric tonnes as compared with 60 million metric tonnes from the US Department of Agriculture. The South American Market has taken upward correction. World ending stocks are expected to be record high of around 47.4 million tonnes in 2005-06 as compared with 43 million this season and 35.2 million for the 2003-04 season. Trader's attention is shifting towards the South American Soybean market from US soybean market, on reports of completion of 87 per cent of soybean harvesting in USA.

Dalian Commodity Exchange Soybean continued Low

Soybean futures at Dalian Commodity Exchange settled moderately low today on bargain hunting and due to outbreak and fear of bird flu. The demand for poultry feeds and particularly of Soybean declined.

Forex Rates

Country/ Continent	Currency	Value In Rupees
USA	Dollar	44.94

Malaysia	Ringgit	11.93
European Union	Euro	54.52
United Kingdom	GBP	80.41
Japan	100 Yen	39.06

CBOT remains close on Saturday & Sunday

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