

OILSEED

26th November, 2005

- NCDEX Soybean Dec Declines

TECHNICAL ANALYSIS

Commodity: Soybean

Indicators- soybean December NCDEX contract opened low today and remained bearish throughout the day. Stochastic indicator, PROC and candlesticks are indicating bullish sentiments.

Market advice: Market is expected to remain bullish tomorrow.

NCDEX DECEMBER CONTRACT



Soybean Future Closing price

Contract	25.11.05	26.11.05	Chg
December	1147.25	1137.50	-9.75

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	1135.00	1147.00
	1127.00	1159.00

Commodity: RAPESEED

Indicators- The prices opened below previous trading sessions close. Candlesticks, stochastic, MA and RSI are indicating bearish sentiments.

Market advice- The market is most likely expected to remain bearish tomorrow.

NCDEX DECEMBER CONTRACT



Mustard Future Closing price

Contract	25.11.05	26.11.05	Chg
December	339.90	339.00	-0.90

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	338.70	340.90
	338.00	340.00

DOMESTIC MARKET COMMENTARY

Soybean:

Soybean harvesting may continue for another 20-25 days. Soybean in Indore traded slightly low at Rs. 1120-1125 per quintal. Arrivals are reducing day by day. Inflow of 215000 bags was witnessed today in Madhya Pradesh, of 40000 bags in Rajasthan and of 150000 bags in Maharashtra. Demand from oil mills is good particularly from Uttar Pradesh and Rajasthan. However demand for DOC is less. Traders are expecting prices may fall in coming two three days and thereafter may improve.

Rapeseed/Mustard:

Market sentiments for mustard seed remained unchanged today. In Sriganaganagar Mandi rates are of Rs. 1530 per quintal. Arrivals of around 200 bags are reported at Sriganaganagar. Demand from oil mills is expected to improve in coming days. Traders are expecting a rise in prices in next 20 -25 days by reason of improved demand. According to them prices of mustard may increase in coming days.

Status of Price & Supply of the New Crop (Nov26, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1735-40	Not available
Alwar(C)	1670-75	800-1000
Delhi(C)	1740	600
Agra(C) katchi ghani	1820	4000
Sri Ganganagar (NC)	1530	200-250
Kota (NC)	-	-

Vayda Quotes

Mustard futures as on 26th November 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	Feb	333.50	333.15	333.50	332.5	-0.9	332.60
Hapur	Feb	343.40	343.40	343.45	342.50	-0.8	342.60
Bikaner	Dec	337.10	337.00	337.00	337.0	-0.1	337.00
Hisar	Nov	324.70	324.00	324.70	324.1	0.0	324.70

Groundnut

Groundnut seed at Gujarat market today traded high at Rs.350 per 20 Kg. In Gujarat arrivals continued to decline about 13500 bags arrived in the market. Demand for groundnut seed is increasing. oil mills are buying to meet annual domestic demand for groundnut oil of Gujarat. Traders are expecting a rise in prices in coming days.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	25.11.05	26.11.05
Gr Kernel	2290*	2320*
Bolds 60/70	2710*	2710*
Javas 60/70	2900	2900*

Javas 70/80	2800*	2800*
Javas 80/90	2770*	2770*

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

CBOT

CBOT Soy Futures Settle Lower

Soy futures at Chicago Board of Trade settled lower on multiple bearish factors. January soybean future settled off 7.75 cents at \$5.5425 and March off 6.5 cents at \$5.6225 per bushel. December soybean oil future settled off \$0.6 at \$170.1 per short ton and December soybean oil off 5 points at 21.13 cents per pound. Slow export sale confirmed the worst fear for consequential decline in soybean demand due to bird flu. The US Department of Agriculture estimated the weekly export sale of US soybean for the week ended November 17 at 219,500 ton, significantly down against earlier expectations of 5-7 lakh ton. Export sale of US Soybean was put at 145,500 ton against earlier expectation of 75,000-125,000 ton. Oil sales were estimated at 11,600 ton, up against 4,000-9,000 ton. Improving weather in South America also had negative impact on its prices.

CBOT Soybean Futures as on 25.11.05

Months	Previous Settle	Open	High	Low	Change	Close
Jan 05	572.0	556.0	556.6	552.4	-7.8	554.2
Mar 05	568.6	564.0	561.0	560.4	-6.4	562.2

CBOT remains close on Saturday & Sunday

South American Soy Futures Settle Mixed

South American soy future settled down yesterday. March South American soybeans settled down 10.5 cents at \$ 5.955 per bushel. The US soy market was lower due to improving crops in Brazil and Argentina. There were low cash trade of Brazilian soybean due to strength of Brazilian currency, it is increased about 33% against US \$ as compared to last year. It may bring negative impact on profit of Brazilian soybean producers. Bird flu is the major cause to weak demand of Soybean and oil, it helped to market for bringing bearish tone. In the crush report, oil contents revised higher for the month of October at 11.59 pounds per bushel, it was 11.32 pounds per bushels last year. More oil content would bring bearish picture in the market. The soil conditions in Argentina and Brazil has improved in the past week due to favorable weather. There is more demand of soybean from China, while demand for soybean is declined only because the low demand of Soybean in China due to bird flu. Chinese crusher has no profit margin due to very poor demand of Soybean. There is news that China is going to import more soy oil from Argentina, it was the important factor to push the demand for oil rather than soybeans and meals. Weekly export sales report for soybeans came in at 219,500 tonnes, which was below expectations and down from 644,800 tonnes last week. Meal sales came in at 145,500 tonnes, which was above expectations, and oil sales amounted to 11,600 tonnes, also better than expected.

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.78
Malaysia	Ringgit	12.11
European Union	Euro	53.67

United Kingdom	GBP	78.52
Japan	100 Yen	38.27

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