

OILSEED

10th November, 2005

- NCDEX Soybean end Low

TECHNICAL ANALYSIS

COMMODITY: SOYBEAN

Perspective: Very Short Term

NCDEX November Contract

Soybean seed November Contract opened high today at NCDEX then finally ended low. Candlesticks are showing bearish sentiments and stochastic, PROC, and Moving averages are indicating that prices may improve.

Market advice: The prices may open weak tomorrow but may improve in the later trading session.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	1185.00	1194.00
	1182.00	1197.00



COMMODITY: RAPESEED

Perspective: Very Short Term

NCDEX November Contract

Rapeseed seed November Contract opened up today as compared to previous trading days close but finally ended low. PROC, MACD are indicating bearish sentiments and Candlesticks, RSI, Stochastic are indicating prices may improve slightly.

Market advice: The prices may open weak tomorrow but may improve in the later trading session.

Advisable trade limits: (Support & Resistances)

Contract	Supports	Resistances
November	340.00	340.70
	339.30	341.20



DOMESTIC MARKET COMMENTARY

Soybean:

Soybean markets remained weak today on heavy arrivals of Soybeans. Harvesting activities are now at its peak in all the states. Weather is suitable for harvesting in all the major producing states. Demand from oilmills is low. According to trade sources arrivals in Rajasthan, Maharashtra and Madhya Pradesh, were of around 1.5 lac tonnes, 1.5 lac tonnes and 2 lac tonnes respectively. Therefore Prices may decline in coming days and traders are expecting prices to decline down to Rs. 1080-90 in the coming days in domestic spot markets.

Rapeseed/Mustard:

Rapeseed markets remained weak in domestic spot markets today. NAFED is selling from its stock of mustard seed but at prices lower than its procurement price. Most of the bulk buyers are buying from NAFED. The demand for mustard seed is moderate. Sowing is in fast progress in northern states. Climate is reported to be suitable for sowing. The prices may decline in coming days due to less arrivals of mustard seed, higher arrivals of fresh Soyabean in markets resulting in shift of consumers towards consumption of Mustard oil thus reducing demand for

mustard oil thereby resulting in lesser demand for mustard seed from crushers.

Status of Price & Supply of the New Crop (Nov10, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1730-35	1500-2000
Alwar(C)	1665-70	2500-3000
Delhi(C)	1770	1000
Agra(C)	1830	-
Sri Ganganagar (NC)	1480-1485	300
Kota (NC)	1510-35	700

Vayda Quotes

Mustard futures as on 11th November 2005

Cent re	Month s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	332.70	333.00	333.20	333.0	+0.3	333.00
Hapu r	Nov	354.15	354.15	355.90	355.0	1.55	355.70
Bika ner	Dec	337.00	337.00	337.00	337.0	0.0	337.00
Hisar	Nov	323.50	324.10	324.50	323.7	0.4	323.90

Groundnut

Arrivals of groundnut seed is continuing in Gujarat In Rajkot 40000 bags arrived and in whole Gujarat 200000 bags arrived. Today Groundnut seed in Rajkot traded same at Rs. 345 per 20 Kg. Prices in Rajkot market was lowest in the past 14 months. As prices have declined too much the cultivators may hold their crop for about 4-5 days so that after that demand comes out and they can fetch good prices for their crop.

Traders are expecting a rise in prices after 4-5 days and the prices may be maximum in about 2 months. After 15th of this month consumers may come up with their demand for maintaining stock for annual consumption.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	09.11.05	10.11.05
Gr Kernel	2425*	2400*
Bolds 60/70	2760*	2760*
Javas 60/70	2940	2940*
Javas 70/80	2840*	2840*
Javas 80/90	2790*	2790*

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

CBOT

CBOT Soy Future Settled Slightly Higher

Soy future settled slightly higher at Chicago Board of Trade on Wednesday. November Soybeans settled higher 4 cents

at \$ 5.7825 per bushels, 2.75 cents off the high and 8.75 cents up from the low and January Soybeans settled higher 3 cents at \$ 5.885 per bushel, 3.5 cents off the high and 8 cents up from the low. December Soybean Oil settled slightly high 0.15 cent at 22.96 cents/pounds, 0.22 cents off the high and 0.36 cents up from the low. Traders are expecting larger crop size from November (tomorrow's) USDA's production report. Traders' expectation about soybean production would be around 3.024 billion bushels as compared with the October USDA estimate of 2.967 billion bushels. Rumors are that China is showing more interest to buy soybean oil rather than soybeans and Soybean only due to poor demand of Soybean in China. China has already cancelled approximately 52000 metric tonnes of Indian Soybean only because low demand from poultry industry of Soybean due to spread of bird flu. Favourable weather in South America for planting of soybean can increase the sowing acreage of soybean in South America; it would bring positive impact on the production side.

South American Soy Futures Settle Marginally Higher

South American soy future settled marginally higher on Wednesday. March South American soybeans settled higher 1.75 cents at \$ 6.15 per bushel on Wednesday and volume of trade was in 43 contracts. There was talk of high demand of soybean oil from China. Traders' attention may shift towards South American Soybean from US Soybean. Traders' expects larger crop size and production in November USDA production report as compared with October USDA estimate. Rumors of China 's interest to buy soybean oil rather than soybeans and Soybean only due to poor demand of Soybean in China. China has already cancelled approximately 52000 metric tonnes of Indian Soybean only because low demand from poultry industry of Soybean due to spread of bird flu. Due to low demand of meal in China, soybean crushers will be in loss that's why it is expected to decline the soybean import from Chinese crushers. However, low demand of soybean import from China is a positive signal for Soybean oil import.

Month s	Previo us Settle	Open	High	Low	Ch ang e	Close
Nov 05	574.2	571.0	581.0	569.4	4	578.2
Jan 05	585.4	581.4	591.0	580.4	3	588.4

CBOT remains close on Saturday & Sunday

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.73
Malaysia	Ringgit	12.11
European Union	Euro	53.84
United Kingdom	GBP	79.80
Japan	100 Yen	38.89

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