

OILSEED

16th November, 2005

- NCDEX Soybean Touched Contract Low

TECHNICAL ANALYSIS

Commodity: Soybean

Indicators- The prices opened below the previous closing price and finally settled low. It formed the contracts lowest price. Stochastic and RSI is in oversold region and thus hinting a slight improvement in prices. However PROC, MA is showing bearish sentiments.

Market advice The market is expected to open firm and correction in prices is likely tomorrow.

NCDEX DECEMBER CONTRACT



Soybean Future Closing price

Contract	15.11.05	16.11.05	Chg
December	1180.70	1163.10	-17.60

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	1161.00	1172.00
	1156.00	1185.00

Commodity: RAPESEED

Indicators- Today the price opened low and selling pressure pulled down the prices and they finally settled lower. Candlesticks, MA and stochastic are indicating bearish sentiments so the prices may continue to decline tomorrow.

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

NCDEX DECEMBER CONTRACT



Mustard Future Closing price

Contract	15.11.05	16.11.05	Chg
December	340.05	337.50	-2.45

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	336.80	338.40
	335.40	339.80

DOMESTIC MARKET COMMENTARY

Soybean:

Harvesting of soybean is reaching completion in most of the producing states. Demand for soybean is weak and stocks are increasing. In Indore soybean seed traded at Rs.1130-35 per quintal. 350000 bags arrived in Madhya Pradesh and 12000-13000 bags in Indore alone. According to estimates of oilseed convention soybean production this year is expected to be quite high when compared with previous year. The prices for soybean seed may decline in coming days.

Rapeseed/Mustard:

Sowing of rapeseed is 90 percent complete in most of the producing states. NAFED has good stock of mustard seed with it and is offering at a price of Rs 1532 per quintal. Oilmills buy in bulk and thus are major buyers of mustard seed from NAFED. Market price is at around 1550 per quintal. According to traders demand for mustard seeds is negligible and prices in coming 10-15 days may fall further. However traders are expecting an increase in prices later as at lowest prices the traders may start purchasing from NAFED in anticipation to sell at a lower price than the MSP when crop comes in market. The traders may buy when prices fall by Rs.40-50 per quintal. Therefore Prices may remain bearish for next 15 days and afterwards may start rising.

Status of Price & Supply of the New Crop (Nov16, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1735-40	30000-35000
Alwar(C)	1670-75	700-800
Delhi(C)	1750	1000
Agra(C)	1840	-
Sri Ganganagar (NC)	1470	500
Kota (NC)	1520-35	700

Vayda Quotes

Mustard futures as on 16th November 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	339.90	334.00	334.00	333.1	-0.7	333.20
Hapu r	Nov	356.30	356.00	356.40	355.8	0	356.30
Bika ner	Dec	337.20	337.20	337.20	337.2	0.1	337.20
Hisar	Nov	324.30	324.30	324.30	324.1	-0.7	324.10

Groundnut

Gujarat harvesting activities is near to completion. Prices for groundnut seed in Rajkot remained same and quoted at Rs 342 per 20 kg. Groundnut markets of Chennai and Andhra Pradesh are witnessing arrivals of fresh groundnut. Export demand for sing quality is reported to be welcoming. However domestic demand from oil mills is less as palm oil and Soya oil has been imported in surplus in the country and there stock is too high. Traders believe the demand for

domestic direct consumption may increase and some demand from oilmills can be noticed after a week's time. Therefore the prices for groundnut may increase particularly after a week's time.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	15.11.05	16.11.05
Gr Kernel	2350*	2280*
Bolds 60/70	2775*	2775*
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 Futures Settle Mildly Lower

Soy future settled mildly lower at Chicago Board of Trade on Tuesday. January Soybeans closed down 2.75 cents at \$ 5.9225 per bushel, 8.75 cents off the high and 0.75 cents up from the low and March Soybeans settled lower 1.75 cents at \$ 5.9925/bushels, 0.50 cents up from the low and 7.50 cents off the high. December Soybean Oil settled unchanged at \$ 180.2/ metric tonnes. December Soybean Oil settled low 0.17 cents at 22.34 cents/pounds, 0.28 cents off the high and 0.02 cents up from the low. More deliveries and low export demand may be cause to weakness in oil prices and another important factor for weak oil market is that the increased stocks by NOPA crush report and high yield estimation for soybean for South American Market.

CBOT Soybean Futures as on 15.11.05

Mont hs	Previo us Settle	Open	High	Low	Ch ang e	Close
Nov 05	595.0	595.6	599.4	567.0	-2.8	592.2
Jan 05	601.2	601.0	605.0	597.0	-2.0	599.2

CBOT remains close on Saturday & Sunday

South American Soy Futures Settle Lower

South American soy future settled lower yesterday. March South American soybeans settled 6 cents lower at \$ 6.24 per bushel. There is low export demand of soybean and meal from China and Europe. Low export demand of soy meal due to widely spread of bird flu in China. There is dry weather in South America, which shows the favourable conditions for new crop of soybean planting. USDA revised low export forecast of soybean by 40 million bushels in last week's supply and demand report. Soybean oil content increased for new crop 19.4 percent from 18.6 percent. Soy oil stock in October also increased 1.495 billion pounds as compared with 1.374 million pounds at the end of September. These factors show bearish tone for soy future. High oil content in new crop of soybean and increased stock of soy oil may cause selling pressure in oil market.

Forex Rates

Country/ Continent	Currency	Value in Rupees
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USA	Dollar	45.77
Malaysia	Ringgit	12.10
European Union	Euro	53.49

United Kingdom	GBP	79.00
Japan	100 Yen	38.33

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