

OILSEED

18th November, 2005

- NCDEX Soybean Up on Technical Correction

TECHNICAL ANALYSIS

Commodity: Soybean

Indicators- The prices opened below the previous closing price and finally settled up. Technical correction was seen today. Stochastic, PROC and RSI are indicating upward trend for tomorrow. Candlesticks are showing bullish sentiments.

Market advice The prices may remain slightly firm tomorrow.

NCDEX DECEMBER CONTRACT



Soybean Future Closing price

Contract	17.11.05	18.11.05	Chg
December	1148.00	1155.55	+7.55

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	1149.00	1161.00
	1142.00	1170.00

Commodity: RAPESEED

Indicators- Today the price opened same at previous days closing and settled high. Candlesticks, PROC, RSI and stochastic are indicating bullish sentiments so the prices may improve tomorrow.

Market advice- The market is expected to remain slightly bullish tomorrow.

NCDEX DECEMBER CONTRACT



Mustard Future Closing price

Contract	17.11.05	18.11.05	Chg
December	337.50	338.40	+0.90

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	338.40	339.30
	337.80	339.80

DOMESTIC MARKET COMMENTARY

Soybean:

Inflow of soyabean seed was witnessed today also. But demand is still not present. In Indore soybean seed traded at Rs. 1120 per quintal. In Madhya Pradesh markets 300000 bags of soyabean arrived. With increased production, greater oil imports, reduced tariff rate on oil and less domestic demand the prices of soyabean may still decline in coming days.

Rapeseed/Mustard:

Sowing of rapeseed is about to complete in a weeks time. NAFED has plenty of mustard seed with it and has reduced its prices. At present it is offering at a price less than the Spot market prices. Oil mills buy in bulk and therefore they are the major buyers of mustard seed from NAFED. However demand from oil mills is low and demand for mustard meal is also less. Prices may remain bearish for few days for about a fortnight and afterwards may rise.

Status of Price & Supply of the New Crop (Nov18, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1725-30	25000
Alwar(C)	1650-60	1000
Delhi(C)	1740	1000
Agra(C)	1840	4000
Sri Ganganagar (NC)	1460	300
Kota (NC)	1515-25	500

Vayda Quotes

Mustard futures as on 18th November 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Nov	333.10	332.70	333.40	332.0	0.0	333.10
Hapu r	Nov	356.30	356.00	356.40	355.8	0.0	356.30
Bika ner	Dec	337.20	337.20	337.20	337.2	0.0	337.20
Hisar	Nov	324.10	323.00	323.20	322.8	0.3	323.30

Groundnut

Groundnut prices at Gujarat showed the same sentiments today. Harvesting activities in Gujarat is near to completion. Prices for groundnut seed in Rajkot traded same at Rs 338 per 20 kg. Export demand for groundnut is good particularly for sing variety. Domestic demand is low due to excessive supply of palm oil and Soya oil. Traders believe demand for groundnut seed may increase in a week's time as oil mills may start buying at that time in order to meet annual domestic demand. The prices may decline for another 6-7 days and a sudden increase in prices is expected. Traders believe prices for groundnut at that time may rise upto Rs.350 per 20 Kg.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 kgs)	
	17.11.05	18.11.05
Gr Kernel	2250*	2235*
Bolds 60/70	2740*	2740*
Javas 60/70	2915	2915*
Javas 70/80	2840*	2840*
Javas 80/90	2790*	2790*

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

CBOT

CBOT Soy Futures Settle Mixed

Soy future settle mixed at Chicago Board of Trade on Thursday. January Soybeans settled higher 2.5 cents at \$ 5.7925 per bushel, it is 2.25 cents off the high and 5.75 cents up from the low and March Soybeans also settled slightly higher 2 cents at \$ 5.8675 per bushel, 5 cents up from the low and 2 .25 cents off the high. December Soybean meal finished up \$ 1.4 at \$ 174.8/metric ton, \$ 2.3 up from the low and \$ 0.5 off the high. December Soybean Oil settled low 0.03 cents at 22.16 cents/pounds, 0.22 cents off the high and 0.06 cents up from the low. Weekly export report came with in earlier expectations. Weekly US export sales for soybean was put at 644800 metric ton as compared to trade expectations of 500000-700000 metric ton. Cumulative sales reached at 37.4% of the USDA forecast for this season so far as compared to 54.2% on average over the last five years. Sales of 434,500 metric tonnes per week are required to achieve the USDA estimate. Meal export sales were 204,700 metric tonnes as compared to trade expectations range 100,000 to 150,000 metric ton. Cumulative sales reached at 33.1% of the USDA forecast as compared to 38.5% on average over the last five years. Oil sales were 900 metric ton as compared with trade expectations range 2,000-7,000 pounds. Report of good rains in northern Brazil helped limiting gains in Soybean prices. Good export of Soybean attributed strength in the soy markets.

CBOT Soybean Futures as on 17.11.05

Mont hs	Previo us Settle	Open	High	Low	Ch ang e	Close
Jan 05	576.6	579.0	580.6	574.4	2.6	579.2
Mar 05	584.6	587.4	588.6	582.6	2.0	586.6

CBOT remains close on Saturday & Sunday

South American Soy Futures Settle Down

South American soy future settled lower yesterday. March South American soybeans settled 16 cents lower on Thursday at \$ 608 per bushel. Cash trade was very low in Brazil. There was weak demand of soybean from crushers' side only due to very poor margins and six plants of soybean crushing has closed. There were rumours that China is going to buy soybeans from Argentina. There is no doubt that the traders attention is shifted towards the South American soybean crop prospects. There were expectation of better yield in South America due to favourable weather for soybean crop planting and production, despite of that the low acreage of soybean crop in South America. Better

weather is important factors for turning market down. China rejected 2 cargo of Soymeal due to low internal prices of Soymeal. There is low demand of Soymeal due to continuous outbreak of bird flu in China. Indonesia palm oil output is expected to increase by near 1.1 million tonnes in 2006 to 14.7 million tonnes. Weekly export sales report revealed that soybean sales were at 644,800 tonnes, which was within the range of traders expectations and it was 580,100 tonnes in last week. Meal sales were 204,700 tonnes, which was above expectations, and oil sales were 900 tonnes, which was lower than expected range.

Soybean at DCE ends Low

Soybean futures at Dalian Commodity Exchange (DCE) remained down in dumps on growing concern over bird flu. Soybean futures at DCE finished lower for the fourth consecutive day on Friday. Benchmark May soybean future settled off CNY19 at CNY 2682 per ton. Day in, day out, there are fresh reports of bird flu emerging from different

part of the countries. New cases have been reported in Hubei and north-western Xinjiang region. Recurring outbreaks has caused depression in Feed markets, which eventually has resulted in decline in off take of soy meal

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.76
Malaysia	Ringgit	12.10
European Union	Euro	53.44
United Kingdom	GBP	78.32
Japan	100 Yen	38.42

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