

OILSEED

23rd December, 2005

- NCDEX Soyabean January Prices Continues Firm

TECHNICAL ANALYSIS

Commodity: Soybean

Indicators- Prices at NCDEX Soyabean January contract opened up when compared to previous days close and surged high to settle less when compared to today's opening. MA and MACD are indicating slight bullishness. However Candlesticks are forming an inverted hammer indicating a reversal and bearish sentiments, and Stochastic is indicating has shown a confirmation of fall.

Market advice: The prices are most likely expected to trade bearish tomorrow.
NCDEX Jan 06 contract: Sell below 1172.00 with a take profit of 1163.00-1159.00 and a strict stop loss of 1185

Soybean Future Closing price

Contract	22.12.05	23.12.05	Chg
January	1166.20	1172.60	+6.4

NCDEX JANUARY CONTRACT



Expected Support and Resistance Levels

Contract	Supports	Resistances
January	1165.00	1176.00
	1156.00	1184.00

Commodity: RAPESEED

Indicators- Prices of Mustard January NCDEX contract opened bearish when compared to previous days close. However prices became highly bullish and closed high.

Market advice- The prices are most likely to witness bearish sentiments tomorrow.
NCDEX Jan 06 contract: Sell below 334.00 with a take profit of 333.40 - 331.50 and a strict stop loss of 335.40

Mustard Future Closing price

Contract	22.12.05	23.12.05	Chg
January	338.20	338.95	+0.75

NCDEX JANUARY CONTRACT



Expected Support and Resistance Levels

Contract	Supports	Resistances
January	334.00	336.00
	331.90	337.10

DOMESTIC MARKET COMMENTARY

Soybean:

Soyabean seed prices increased today in domestic spot markets. Soyabean seed in Indore Market traded in the range of Rs. 1100-1120 per quintal. The Plant delivery prices improved today and soyabean seeds changed hands at Rs. 1160-70 per quintal. The markets witnessed arrivals of around 250000 - 300000 bags. In Madhya Pradesh a total of around 150000 bags arrived. In Maharashtra 100000 bags arrived today and in Rajasthan of 40000-50000 bags. The demand for Soyabean seed from oil mills is good and of DOC is high. The arrivals may decline in coming days and therefore prices may improve in coming days.

Rapeseed/Mustard:

Trade sources reported that in Sriganganagar market NAFED sold mustard seed at a lower price of Rs. 1530 per quintal and around 450 tonnes were traded. Due to reduction of Sales tax by 3% crushers from Punjab are buying a good quantity of mustard seed. Also there is unconfirmed news that NAFED may stop selling from its stock in open market. Traders are anticipating once the crushing of Mustard seed by NAFED begins the prices in domestic market may increase. NAFED has come up with a tender for exporting mustard seeds. It seems it is planning to create space to acquire fresh crop, which is expected to hit the market from January end particularly from district Moreno (Shyopur) in Madhya Pradesh. Then crop may come from some areas Kota division Nagore District (Medta) Jaipur, Mewat and then in Shekhawati, Haryana and then in Sriganganagar and Hanumangarh. Prices in domestic spot markets are expected to see fluctuations in coming days.

Status of Price & Supply of the New Crop (Dec23, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1725-30	30000
Alwar(C)	1670-75	600-700
Delhi(C)	1745-50	700-800
Agra(C) katchi ghani	1820	3900
Sri Ganganagar (NC)	1465	100-150
Kota (NC)	1490-1510	1200

Vayda Quotes

Mustard futures as on 23rd December 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Feb	331.5	332.3	332.5	328.2	-3.3	328.2
Hapu r	Feb	340.1	340.5	340.5	337.45	-2.5	337.6
Hisar	Jan	327.5	327.6	327.7	326.5	-1	326.5

Groundnut

In Rajkot Mandi Groundnut traded at Re1 up at Rs. 342 per 20 Kg. 125000 bags of Groundnut seeds arrived today in Gujarat. The domestic demand for groundnut seed has improved in and according to traders it is expected to remain good in the coming days. The domestic demand is

mainly from crushers for oil extraction and of sing dana for direct consumption purpose. The export demand for groundnut seed usually from Indonesia and Arab nations has also increased. However exact destination that is importing is still unknown. Another major group that is interested in buying is of farmers who are purchasing best quality of seed for sowing purpose. The prices may improve gradually in the coming days.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	22.12.05	23.12.05
Gr Kernel	2215*	2210*
Bolds 60/70	2685*	2670*
Javas 60/70	2925	2925*
Javas 70/80	2840*	2840*
Javas 80/90	2760*	2760*

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

CBOT

CBOT Soy Futures Settle Higher

Soy future settled higher at Chicago Board of Trade on Thursday. March soybean settled higher 6.25 cents at \$ 6.2525 per bushels, 3.75 cents off the high and 7 up from the low and May soybean settled higher 7.25 cents at \$ 6.3425 per bushels, 8.25 up from the low and 2.25 cents off the high. March Soybean meal finished higher \$ 2.4 at \$ 203.6 /tonnes, \$ 3.9 up from the low and \$ 0.4 off the high. March Soybean Oil settled higher 0.21cents at 21.76 cents/pounds, 0.36 cents off the high and 0.2 cents up from the low. There is talk that the continuous dry weather in South America would bring negative impact on soybean production. Dry weather of South America helped in early buying support of US soybeans. US Department of Agriculture released weekly export sales report on Thursday. This report revealed that the export sales for soybeans came in at 829,800 metric tonnes as compared to trade expectations between 500,000-700,000. Higher export sales of soybean added positive tone in early session. Weekly US export sales for soybean meal came in at 84,100 metric tonnes as compared to trade expectations between 100,000-150,000. Weekly sales for oil came in at 400 metric tonnes as compared to trade expectations between 10,000-20,000. Census Bureau pegged November soybeans crushed at 151.52 million bushels as compared with trade expectations of 151.9 million bushels and 158.2 million bushels crushed in October. Meal stocks were 305,238 tonnes, which was in line with trade expectations and oil stocks were 1.9 billion pounds from 1.986 billion expected. There is talk that China bought 3 cargoes of US soybeans and 2 cargos from South America added to the positive tone early

CBOT Soybean Futures as on 22.12.05

Mo nth s	Previous Settle	Open	High	Low	Ch ang e	Close
Jan 05	606.4	616.0	6134.	609.4	6.2	612.6
Mar 05	619.0	628.0	628.4	621.0	6.2	625.2

CBOT remains close on Saturday & Sunday

South American Soybeans Futures Settle Mildly Up

South American soybeans future settled slightly up on Thursday. March South American soybeans finished up 2 cents on Thursday session. Next week's price direction is depend on weather of South America. Dry weather in Southern America may decline soybean production. There is still uncertainty about the South American crop size. Selling pressure was active of new and old crop in the past week. There is talk that China bought 3 cargos of US soybeans and 2 cargoes of South American soybeans helped to boost up the market yesterday. News that the Indonesia plans to cut export tax from 3% to 1.5% on palm oil, this news could slightly pressure in oil markets. Census Crush report revealed of November crush near 151.9 million bushels as against 158.2 million of October. Meal stocks are expected near 307,000 tonnes and oil stocks up to 1.986 billion pounds. US Department of Agriculture released weekly export sales report on Thursday. This report revealed that the export sales for soybeans came in

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.22
Malaysia	Ringgit	11.96
European Union	Euro	53.73
United Kingdom	GBP	78.61
Japan	100 Yen	38.79

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