

## OILSEED

17<sup>th</sup> December, 2005

- NCDEX Soybean Jan Prices Improves

## TECHNICAL ANALYSIS

### Commodity: Soybean

**Indicators-** Prices at Soyabean January NCDEX contract opened high today when compared to previous days close and finally ended firm. Candlesticks are indicating indecisiveness in market however RSI, MACD, 3 days M.A, Stochastic, are indicating that prices may improve.

**Market advice:** The prices are most likely expected to remain bullish tomorrow.

### NCDEX JANUARY CONTRACT



#### Soybean Future Closing price

Contract	16.12.05	17.12.05	Chg
December	1145.80	1149.00	+3.20

#### Expected Support and Resistance Levels

Contract	Supports	Resistances
December	1145.00	1156.00
	1134.00	1170.00

### Commodity: RAPESEED

**Indicators-** Prices at Mustard January NCDEX contract opened slightly up today when compared to previous days close and struggled to end high. Candlesticks, Stochastic, RSI, MA and MACD all are indicating bullishness in prices.

**Market advice-** The prices are most likely to remain bullish tomorrow however at the end of the day a slight fall may be observed.

### NCDEX JANUARY CONTRACT



#### Mustard Future Closing price

Contract	16.12.05	17.12.05	Chg
December	328.00	330.00	+2.00

#### Expected Support and Resistance Levels

Contract	Supports	Resistances
December	328.10	331.00
	326.50	332.70

## DOMESTIC MARKET COMMENTARY

### Soybean:

Soybean prices improved today in domestic spot market and in Indore Mandi traded at Rs. 1080-90. Plant delivery quoted at Rs. 1135-40 per quintal. In Madhya Pradesh inflow of Soybean today was of 1750000 bags and in Maharashtra it decreased today and was of 100000-80000 bags. In Rajasthan markets arrivals were of around 35000 bags. The decline in supplies from MP and Rajasthan market resulted in bullishness in prices today. The demand for DOC is increasing thereby increasing the demand for Soybean seed. The demand for soyoil is less however traders are waiting for an increase in demand from crushers. Traders are expecting increase in demand for soybean seed and thus prices may improve in coming days.

### Rapeseed/Mustard:

Trade sources today reported, in Sriganaganagar NAFED today quoted mustard at Rs. 1530-35 per quintal. At Sriganaganagar market about 100-150 bags of mustard seeds were traded and buying was mainly from retail end. The demand for mustard seed is low and due to adulteration of cheaper oils like Soybean oil, Palm oil and Rice bran oil it is becoming far low. Once crushing in Government hired mills begin the supply of oil may improve thus declining the prices of mustard oil further. However the prices of seed may improve gradually then as demand for it may come up and stocks may deplete. The carry over stocks are high, acreage has widened and demand is low therefore prices may decline in coming days.

### Status of Price & Supply of the New Crop (Dec17, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1715-20	NA
Alwar(C)	1645-50	500-600
Delhi(C)	1740	1500
Agra(C) katchi ghani	1820	3900
Sri Ganganagar (NC)	1460-65	200
Kota (NC)	1490-1515	1200-1300

### Vayda Quotes

#### Mustard futures as on 17th December 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	Feb	323.0	324.3	324.8	324.3	2	325.0
Hapur	Feb	335.1	335.0	338.3	334.7	2.2	337.3
Bikaner	Dec	337.0	337.0	337.0	337.0	0	337.0
Hisar	Nov	323.3	323.6	324.2	323.6	2.1	325.4

### Groundnut

In Rajkot market groundnut seed today improved and traded Rs. 340 per 20Kg when compared to Rs. 338 of the previous day. In Gujarat groundnut seed arrivals were of 125000 bags of 35 Kg each. The demand for groundnut seed improved in domestic spot markets. However demand

from foreign countries is less. The demand from crushers is moderate. The demand for best quality of groundnut seed is high as it is best suited for sowing. For the coming crop farmers are purchasing it therefore prices may improve in coming days. In Chennai and Andhra Pradesh arrivals of groundnut are good and demand from crushers is low. In Gujarat the prices may improve in coming days.

### Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	16.12.05	17.12.05
Gr Kernel	2200*	2200*
Bolds 60/70	2690*	2690*
*Javas 60/70	2850*	2850*
Javas 70/80	2800*	2800*
Javas 80/90	2740*	2740*

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

### CBOT

#### CBOT Soy Futures Settle Mixed

Soy futures at Chicago Board of Trade settled mixed on Friday. January soybean future settled up 5 cents at \$5.922 and March up 4.5 cents at \$6.025 per bushel. March soybean meal future settled \$2.8 higher at \$191.7 per short ton and March soyoil off 13 points at 21.56 cents per pound. Weather forecasts calling for dry weather in South America triggered speculative buying. Other bullish factors were fund buying and firm cash basis helped limiting downside move due to fowl stories from Asia. Much hyped stories of bird flu has dampened the perspectives of soy markets in Asian countries. Export of soy from United State has been slowed for this very reason.

#### CBOT Soybean Futures as on 16.12.05

Months	Previous Settle	Open	High	Low	Change	Close
Jan 05	587.2	596.0	595.4	590.4	4.8	592.0
Mar 05	598.0	608.0	610.4	600.6	4.4	602.4

#### CBOT remains close on Saturday & Sunday

#### South American Soybean Ends Lower

South American soybean futures settled lower on speculative selling. March South American soybean settled off 10 cents at \$6.28 per bushel. Talks of fresh buying interest of China in South American soy have helped limiting the downward movements. There were unofficial reports that China had booked 5-6 cargos of Argentine soybean this week. In news, Brazilian Geographic and Statistics Institute released its estimates for soybean production in Brazil pegging Brazilian soybean crop this year at 58.4 million ton, up against its estimates for last year at 51.1 million ton.

## Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.25
Malaysia	Ringgit	11.97
European Union	Euro	54.33
United Kingdom	GBP	80.22
Japan	100 Yen	39.12

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