

OILSEED

19th December, 2005

- Sentiments to Improve in Rapeseed Markets

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, RSI, MACD and Stochastics, 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	17.12.05	19.12.05	Chg
January	1149.00	1161.00	+12.00

Expected Support and Resistance Levels

Contract	Supports	Resistances
January	1151.00	1170.00
	1146.00	1176.00

Commodity: RAPESEED

Indicators- Prices at Mustard January NCDEX contract opened slightly below today when compared to previous days close and struggled to end high. Candlesticks, Stochastic, RSI, MA and MACD all are indicating bullishness in prices. However, stochastic in the overbought region will make the prices little tentative.

Market advice- The prices are most likely to remain slightly bullish tomorrow however some tentativeness near first support region can be observed.

NCDEX JANUARY CONTRACT



Mustard Future Closing price

Contract	17.12.05	19.12.05	Chg
January	330.00	330.60	+0.60

Expected Support and Resistance Levels

Contract	Supports	Resistances
January	328.10	332.70
	326.50	334.10

DOMESTIC MARKET COMMENTARY

Soybean:

Soybean prices improved today in domestic spot market. In Indore Mandi, soybean changed hands at Rs. 1080-1090. Plant delivery prices for the same were quoted at Rs. 1135-40 per quintal. Arrivals of soybean slightly declined in most of the markets. Arrivals of soybean in Madhya Pradesh, Maharashtra and Rajasthan were 125,000 bags, 50,000-60,000 bags and 40,000 bags respectively. Prices of soybean improved marginally on reduced supplies. Firming up in soy oil also has provided additional strength to soybean markets. Traders are expecting moderately bullish outlook in near term.

Rapeseed/Mustard:

Government is planning to intervene in order to check distressed selling of mustard seed in spot markets. According to unofficial sources, Nafed is going to hold off selling its stock in open markets from January 1st, 2006. In order to dispose its stock, Nafed is planning to get its seed crushed by private plants and will be selling that mustard oil directly to the retail sector. So, this will further help Nafed to start procurement of rapeseed timely in the coming season. This in turn will help improving sentiments of rapeseed in near term.

Status of Price & Supply of the New Crop (Dec19, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1715-20	20,000
Alwar(C)	1660-1670	600-700
Delhi(C)	1745	1700
Agra(C) katchi ghani	1820	3900
Sri Ganganagar (NC)	1460-65	1000
Kota (NC)	1500-1520	1000

Vayda Quotes

Mustard futures as on 19th December 2005

Centre	Months	Prev. Settle	Open	High	Low	Change	Close
Delhi	Feb	324.3	325.8	326.6	325.4	+0.7	325.7

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.24
Malaysia	Ringgit	11.93
European Union	Euro	54.37
United Kingdom	GBP	80.15

Hapur	Feb	337.3	338.4	338.4	336.5	-	337.3
Hisar	Nov	325.4	326.0	326.2	325.5	+0.5	325.9

Groundnut

Good demand for GN oil from the retail end helped improving sentiments in groundnut markets of Gujarat as well. Since most of the produce has come in to the possession of stockists, improvement in demand will clearly be reflected from its prices. Farmers are also reserved seller of groundnut. Prices of groundnut in Rajkot were quoted at Rs 342 per 20 kg against Rs 340 per 20 kg on Saturday. Arrivals of groundnut in the state totalled at one lakh bags (1 bag= 35 kg)

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	17.12.05	19.12.05
Gr Kernel	2200*	2210*
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 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

Japan	100 Yen	39.86
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