

OILSEED

10th December, 2005

- NCDEX Soybean Jan Recovers

TECHNICAL ANALYSIS

Commodity: Soybean

Indicators- Prices at Soyabean January NCDEX contract opened slightly low today but finally ended up when compared with previous days close. Candlesticks, stochastic, MACD, RSI are indicating that prices may improve tomorrow.

Market advice: The prices are expected to remain bullish in the coming trading day.

NCDEX JANUARY CONTRACT



Soybean Future Closing price

Contract	9.12.05	10.12.05	Chg
December	1145.90	1149.50	+3.60

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	1143.00	1157.00
	1133.00	1165.00

Commodity: RAPESEED

Indicators- Prices at Mustard January NCDEX contract opened low and finally settled slightly up today. Candlesticks, Stochastic, RSI are indicating recovery of prices.

Market advice- The prices are most likely to remain bullish tomorrow. Go for Long position.

NCDEX JANUARY CONTRACT



Mustard Future Closing price

Contract	9.12.05	10.12.05	Chg
December	327.05	326.75	-0.30

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	324.60	327.00
	323.00	329.60

DOMESTIC MARKET COMMENTARY

Soybean:

According to trade sources about harvesting of soybean is in progress. In Indore mandi soybean traded at Rs. 1070-1080 per qtl.. The plant delivery soybean rate quoted at Rs. 1110-1120 per qtl. In M.P., Maharashtra, Rajasthan markets arrivals were of around 135000 to 150000 bags, 100000 -120000 bags and 33000 -40000 bags respectively. Demand for oil is improving and new contracts for DOC are now coming up from foreign markets. Stockists are expecting to sell their stocks at increased prices when the prices improve. The prices are expected to improve in coming days.

Rapeseed/Mustard:

Mustard seed in Sriganganagar market today witnessed same sentiments and it remained dull and lack lustrous. According to trade sources their is an unconfirmed news of a tender being invited by NAFED to sell mustard seed to few oil mills in Rajasthan. This tender is likely to confirm within two to three days. Traders fear the prices for mustard seed may decline further due to this. Cheap oils like Soya oil and rice bran oil are mixed with mustard seed oil thus demand for mustard seed is sluggish. Due to increased supplies of mustard seeds and reduced demand the prices may decline in coming days.

Status of Price & Supply of the New Crop (Dec10, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1710-15	NA.
Alwar(C)	1645	600
Delhi(C)	1730	1200
Agra(C) katchi ghani	1780	3850
Sri Ganganagar (NC)	1460	300
Kota (NC)	-	-

Vayda Quotes

Mustard futures as on 10th December 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Feb	324.90	324.30	324.50	324.00	0.1	325.0
Hapu r	Feb	335.90	335.00	335.60	334.90	-0.3	335.6
Bika ner	Dec	337.10	337.10	337.10	337.10	0.0	337.1
Hisar	Nov	322.50	321.80	322.30	321.80	0.0	322.5

Groundnut

Markets of Andhra Pradesh and Chennai are witnessing increased supplies of groundnut and thus its prices are expected to fall in the near term. In Gujarat groundnut seed today traded slightly lower at Rs.338 per 20 Kgs. Prices declined due to lower demand by reason of corporation elections in Rajkot, Jamnagar, Junagarh, Surat and Baroda. The demand for groundnut oil is less due to availability of cottonseed oil and Soya oil in the market. The

demand for direct consumption of Sing Dana is moderate and export demand for it is less. The purchasing of groundnut seed for sowing for summer season crop is expected to begin soon. The demand from oilmills is expected to improve in coming days. The prices may raise once the demand for groundnut seed increases.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	812.05	9.12.05
Gr Kernel	2265*	2260*
Bolds 60/70	2690*	2690*
Javas 60/70	2840	2840*
Javas 70/80	2790*	2790*
Javas 80/90	2750*	2750*

*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. Market candidly ignored the USDA's bearish stock numbers. January soybean future settled up 2 cents at \$5.6875 and March up 3 cents at \$5.785 per short ton. March soymeal settled \$2.1 at \$181.7 per short ton and March soyoil off 3 points at 21.24 cents per pound. There was nothing out of the blue from the USDA report. Upward revision in soybean stock was earlier expected and this presumably had already been factored. The US Department of Agriculture put ending stock of US soybean for year 2005-06 at 11.02 million ton against its previous estimates of 9.52 million ton. Production of soy for South American countries was kept unchanged.

CBOT Soybean Futures as on 9.12.05

Mo nth s	Previous Settle	Open	High	Low	Ch ange	Close
Jan 05	566.6	567.0	569.4	561.0	2	568.6
Mar 05	575.4	574.4	578.4	569.0	3	578.4

CBOT remains close on Saturday & Sunday

South American Soy Futures Settled Up

South American soybean future settled up on Friday session. March South American soybean future settled up 9 cents at \$ 6.075 per bushel. There were news that China is planning to buy South American Soybean. Monthly report on World Agricultural Supply and Demand Estimates by US Department of Agriculture released on December 9, 2005, which revealed the bearish market sentiments. World ending stocks for soybeans for the 2005/2006 seasons were revised higher at 48.11 million tonnes from 46.75 million tonnes last month and from 42.09 million tonnes this past season. The improving export demand of Soybean and increasing fund buying might be helpful to improve the market sentiments. There were rumors that China is planning to buy 1-2 cargoes of US soybeans and strong export sales for soybeans and products. China imported 523,000 tonnes US soybean last week. The above-

mentioned factors helped to boost prices of South American Soybeans. Export demand and buying funds were higher for Soymeal. However, soybean oil stocks were pegged at 2.329 billion pounds from 1.891 last month and 1.699 billion last year. The ending stocks of soy oil were increased only due to increased oil extraction

percentage. Increasing stocks of soy oil shows bearish market sentiments for soy oil.

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.12
Malaysia	Ringgit	12.22
European Union	Euro	54.48
United Kingdom	GBP	80.94
Japan	100 Yen	38.22

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