

OILSEED

16th December, 2005

- NCDEX Soybean Jan Prices Remain Mixed

TECHNICAL ANALYSIS

Commodity: Soybean

Indicators- Prices at Soyabean January NCDEX contract opened low today as compared to previous trading day and finally ended slightly up when compared to previous close. M.A and Stochastic are indicating a fall in prices however Candlesticks, RSI, MACD are indicating that prices may improve.

Market advice: The prices are expected to be most likely to open bearish and thereafter may end firm.

NCDEX JANUARY CONTRACT



Soybean Future Closing price

Contract	15.12.05	16.12.05	Chg
December	1142.35	1145.50	+2.15

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	1138.00	1154.00
	1129.00	1161.00

Commodity: RAPESEED

Indicators- Prices at Mustard January NCDEX contract opened high today when compared to previous days close and remained bullish to break its downtrend. Candlesticks, Stochastic, RSI, MA and MACD all are indicating bullishness in prices.

Market advice- The prices are most likely to remain bullish today.

NCDEX JANUARY CONTRACT



Mustard Future Closing price

Contract	15.12.05	16.12.05	Chg
December	324.00	328.20	+4.20

Expected Support and Resistance Levels

Contract	Supports	Resistances
December	327.60	330.00
	326.00	331.90

DOMESTIC MARKET COMMENTARY

Soybean:

Soybean prices continued to trade range bound on a slightly weaker side today in domestic spot markets. In Indore mandi soybean traded in the range of Rs. 1060-1090 per quintal and Plant delivery rate was of Rs. 1120-30 per qtl. In Madhya Pradesh inflow was of a 1500000 bags, in Maharashtra of 100000-110000 bags and in Rajasthan markets arrivals was of 30000-40000 bags. The demand for soybean oil is less however traders are expecting an increase in it may come in near future. The demand for DOC is low but is expected to increase from foreign markets. However demand for DOC is price sensitive. Traders are expecting increase in demand for soybean seed and thus prices may improve in coming days.

Rapeseed/Mustard:

According to market sources in Sriganganagar NAFED today sold around 100 tonnes of mustard at Rs. 1535 per quintal. At Sriganganagar market about 200 bags of mustard seeds arrived today. 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. Also, traders this year are expecting production of mustard seeds of around 68-70 lakh tonnes. The carry over stocks is very high, acreage of mustard seed has increased and demand is low therefore prices may decline in coming days.

Status of Price & Supply of the New Crop (Dec16, 05)

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1710-15	20000
Alwar(C)	1640-45	1000
Delhi(C)	1740	1200
Agra(C) katchi ghani	1800	3900
Sri Ganganagar (NC)	1460	200
Kota (NC)	1490-1505	1200

Vayda Quotes

Mustard futures as on 16th December 2005

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Feb	321.2	321.4	323.1	321.1	1.8	323.0
Hapu r	Feb	332.8	332.8	334.9	332.8	2.3	335.1
Bika ner	Dec	337.0	337.0	337.0	337.0	0.0	337.0
Hisar	Nov	322.7	322.8	323.4	322.8	0.6	323.3

Groundnut

In Rajkot market groundnut seed today traded same at Rs. 338 per 20Kg. In Gujarat groundnut seed arrivals decreased to 115000 bags of 35 Kg each as compared to 125000 received by Gujarat markets yesterday. The demand for groundnut seed is moderate in domestic spot markets. Markets also witnessed scarce demand from export side. The demand from crushers is also low. In Gujarat farmers have increased their share of buying ahead

of sowing season for groundnut, which is to begin from January. Out of the present total demand for groundnut about 5 percent is required for sowing. Harvesting of groundnut crop is still continuing in Chennai and Andhra Pradesh and demand from crushers is low their. In Gujarat the prices may remain range bound and on a slightly improved side in the coming days.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	15.12.05	16.12.05
Gr Kernel	2220*	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 future settled mixed at Chicago Board of Trade on Thursday. January soybeans settled 5.25 cents down at \$ 5.8725 per bushel, 6.75 cents off the high and 2.25 cents up from the low and March soybean settled lower 5.25 cents at \$5.98 per bushel, it was 2.75 cents up from the low and 7 cents off the high. March Soybean oil settled lower \$3.6 at \$188.9 per tonnes, \$ 0.9 up from the low and \$ 3.6 off the high. March Soybean oil settled higher 0.1 cents at 21.69 cents/pounds, 0.08 cents off the high and 0.2 cents up from the low. Weekly exports sales report is released by US Department of Agriculture on December 15, 2005. Weekly exports sales for soybeans came at 504100 as against trade expectations between 350000-650000, it is within range of trade expectations by traders, but cumulative sales were 46.5 % of USDA forecast as compared to 65.7% on average over the last five years. Soy meal sales came at 120900 metric tonnes as compared to trader's expectations range 100000-150000. Export sales of Soy oil were only 300 metric tonnes as compared to trade expectations between 0-10,000. The Brazil Geographic and Statistics Institute revealed that the Brazil crop production for the 2005/2006 season is pegged at 58.4 million tonnes, down from 58.7 million projected last month but up from 51.1 million tonnes last year. South American planted area for soybean crop is declined by 6.4%. News that China reported another human bird flu case, which is also brought negative impact on soy meal exports. There were bearish sentiments in Soybean and meal only due to slow export pace and continuous spread of bird flu in China.

CBOT Soybean Futures as on 15.12.05

Mo nth s	Previous Settle	Open	High	Low	Ch ang e	Close
Jan 05	592.4	592.0	592.0	585.2	-5.2	587.2
Mar 05	603.4	605.0	605.0	596.0	-5.4	598.0

CBOT remains close on Saturday & Sunday

South American Soybean Futures Settle Down

South American soybean settled down on Thursday. March Soybeans settled down 6 cents at \$ 6.38 per bushels. The Brazil Geographic and Statistics Institute revealed that the Brazil crop production for the 2005/2006 season is pegged at 58.4 million tonnes, down from 58.7 million projected last month but up from 51.1 million tonnes last year. South American planted area for soybean crop is declined by 6.4%. News that China reported another human bird flu case, which is also brought negative impact on soy meal exports. The NOPA crush report yesterday revealed November crush at 144.9 million bushels as compared with trade expectations near 147-150 million bushels and 150.8 million bushels in October. There were bearish sentiments in Soybean and meal only due to slow export pace and

continuous spread of bird flu in China. Weekly exports sales report is released by US Department of Agriculture on December 15, 2005. Weekly exports sales for soybeans came at 504100 as against trade expectations between 350000-650000, it is within range of trade expectations by traders, but cumulative sales were 46.5 % of USDA forecast as compared to 65.7% on average over the last five years. Soy meal sales came at 120900 metric tonnes as compared to trader's expectations range 100000-150000. Export sales of Soy oil were only 300 metric tonnes as compared to trade expectations between 0-10,000.

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.41
Malaysia	Ringgit	12.01
European Union	Euro	54.48
United Kingdom	GBP	80.33
Japan	100 Yen	39.05

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