

OILSEED

2nd December, 2005

- NCDEX Soybean Dec Prices Remain Mixed

TECHNICAL ANALYSIS

Commodity: Soybean

Indicators- Prices at Soybean December NCDEX contract opened slightly low as compared to previous trading session. Candlestick, PROC, MA and Stochastic are indicating prices may open firm and thereafter may decline.

Market advice: the Market is expected to be most likely open firm and lately decline.

NCDEX DECEMBER CONTRACT



Soybean Future Closing price

| Contract | 1.12.05 | 2.12.05 | Chg |
|----------|---------|---------|-------|
| December | 1137.50 | 1137.00 | -0.50 |

Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|----------|----------|-------------|
| December | 1134.00 | 1140.00 |
| | 1127.00 | 1147.00 |

Commodity: RAPESEED

Indicators- Prices at Mustard December NCDEX contract opened firm as compared to previous trading session however it ended low. Candlesticks, Moving Average, Stochastic, and RSI are indicating recovery in prices.

Market advice- The market is most likely expected to be firm tomorrow.

NCDEX DECEMBER CONTRACT



Mustard Future Closing price

| Contract | 1.12.05 | 2.12.05 | Chg |
|----------|---------|---------|-------|
| December | 334.3 | 336.30 | +2.00 |

Expected Support and Resistance Levels

| Contract | Supports | Resistances |
|----------|----------|-------------|
| December | 336.30 | 338.00 |
| | 335.80 | 338.70 |

DOMESTIC MARKET COMMENTARY

Soybean:

Around 70 - 75 percent of Soybean harvesting is over. In Indore market soybean plant delivery quoted at Rs. 1010-1030 and Mandi rate was of Rs. 1060-1100 per qtl. Arrivals are reducing day-by-day. According to traders farmers and traders are holding stocks of soyabean in expectation to sell at increased prices. The demand from oil mills is moderate. The demand for DOC Soya has improved and is from Korean market. The prices are expected to increase as traders are expecting a rise in demand for DOC and oil in the coming days.

Rapeseed/Mustard:

According to traders there is a huge stock of mustard seed with government. Mustard seed market remained lack lustrous today. Negligible trading activity was visible in the market today. Demand for mustard oil is low particularly due to mixing of Soya oil and rice bran oil in it. Therefore most of the traders are undetermined on prices.

Status of Price & Supply of the New Crop (Dec2, 05)

| Markets | Prices (Rs/Qtl) | Arrivals (Bags) |
|----------------------|-----------------|-----------------|
| Jaipur (C) | 1730-35 | Not available |
| Alwar(C) | 1660-65 | 1500 |
| Delhi(C) | 1735-40 | 1000 |
| Agra(C) katchi ghani | 1800 | 4000 |
| Sri Ganganagar (NC) | 1470 | 200 |
| Kota (NC) | - | - |

Vayda Quotes

Mustard futures as on 2nd December 2005

| Cent re | Mo nth s | Prev. Settle | Open | High | Low | Cha nge | Close |
|----------|----------|--------------|-------|-------|--------|---------|--------|
| Delhi | Feb | 331.5 | 331.3 | 331.5 | 331.2 | -0.3 | 331.2 |
| Hapu r | Feb | 342.4 | 342.0 | 342.5 | 341.25 | -1.15 | 341.25 |
| Bika ner | Dec | 337.0 | 337.0 | 337.0 | 337.0 | 0 | 337.0 |
| Hisar | Nov | 324.7 | 324.7 | 325.0 | 324.3 | -0.6 | 324.1 |

Groundnut

Groundnut seed in Gujarat traded high today at Rs.341 per 20 Kg. harvesting of GN crop in Gujarat and in southern states also. In Rajkot arrivals of 7000- 10000 bags of 35 Kg were witnessed. The demand from domestic oilmills is expected to improve in coming days. The demand for seed from crushers is less in markets of south India. According to traders in southern markets around 90 percent of the produce is being sold to meet export demand for sing. The prices are improving and are expected to increase in coming days particularly after 2-3 days.

Spot Rates of Groundnuts in Mumbai

| Groundnut | (Rates in Rs. Per 100 Kgs) | |
|-----------|----------------------------|---------|
| | 1.12.05 | 2.12.05 |
| Gr Kernel | 2290* | 2290* |

| | | |
|--------------|-------|-------|
| Bolds 60/70 | 2690* | 2690* |
| *Javas 60/70 | 2890* | 2890* |
| Javas 70/80 | 2820* | 2820* |
| Javas 80/90 | 2750* | 2750* |

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

CBOT

CBOT Soy Futures Settle Higher

Soy futures at Chicago Board of Trade settled higher on technical rebounds. January soybean future settled up 1.75 cents at \$5.5975 and March up 1.75 at \$5.68 per bushel. March soymeal future settled up \$0.4 at \$173.9 per short ton and March soyoil up 2 points at 21.66 cents per pound. Export numbers rolled up as per the earlier expectations. The US Department of Agriculture estimated the weekly export sale of US soybean at 3.70 lakh ton against earlier expectations of 3.0-6.5 lakh ton. Export sale of Meal was also near the lower end of expectations. USDA estimated the soymeal export for the week ended November 24 at 76,400 ton against earlier expectations of 75000-150,000 ton. Export of soyoil was estimated at 3,400 ton against the expectations of 5,000-15,000 ton. However, regular fowl stories from Asia put cap on upward movements. Ideal weather situation in South America also weighed on values

CBOT Soybean Futures as on 1.12..05

| Mo nth s | Previous Settle | Open | High | Low | Ch ang e | Close |
|----------|-----------------|-------|-------|-------|----------|-------|
| Jan 05 | 558.0 | 557.0 | 562.4 | 555.2 | 1.6 | 559.6 |
| Mar 05 | 566.2 | 564.4 | 570.0 | 563.4 | 1.8 | 568.0 |

CBOT remains close on Saturday & Sunday

South American Soybean Settles Higher

South American soybean settled higher notwithstanding downtrend in soy futures at Chicago Board of Trade. March South American soybean settled 3.5 cents higher at \$5.97 per bushel. Traders are expecting fresh inquiries from major soybean importing nations. Weather so far has not been perfectly conducive for the crop. In many areas, rains are below normal levels. Usage of inputs like fertilizers and other supplements has not been optimum this year due to lack of funding. So, crop has become highly vulnerable to weather disturbances. Immediate bearish factors are slowed demand from Asian nations and improving weather situation in South American nations, which have helped limiting gains.

Forex Rates

| Country/ Continent | Currency | Value in Rupees |
|--------------------|----------|-----------------|
| USA | Dollar | 46.23 |
| Malaysia | Ringgit | 12.16 |
| European Union | Euro | 54.15 |
| United Kingdom | GBP | 79.89 |
| Japan | 100 Yen | 38.29 |

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