

OILSEED

16th January, 2006

- Downtrend in Soybean Continues

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators-

1. Candlestick has formed a hammer pattern indicating the possible bearishness in the prices.
 2. Prices closed above the 9-day and the 18-day EMA indicates short-term bullishness in the market.
 3. %K line is running downward below %D in the neutral region shows bearishness to continue.
 4. MACD is moving upwards which is negating bearish sentiments.
- Indicators are showing mixed sentiments in the market.

Market advice: The market seems indecisive at the stage, however risk lovers can take long position.

NCDEX JANUARY CONTRACT



Soybean Future Closing price

Contract	13.01.06	14.01.06	Chg
January	1199.20	1203.25	+4.05

Expected Support and Resistance Levels

Contract	Supports	Resistances
January	1198.5	1206.1
	1194.0	1209.2

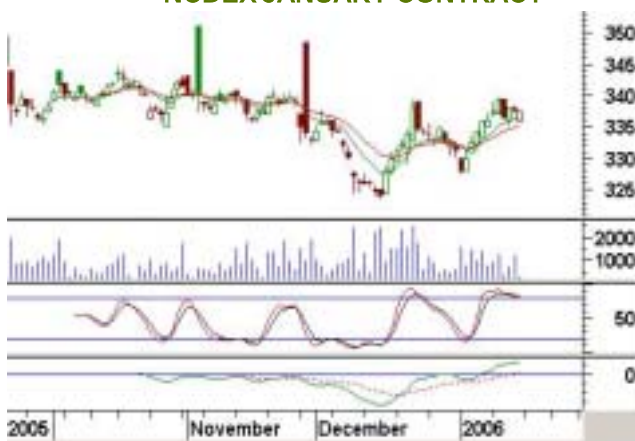
Commodity: RAPESEED

Indicators-

1. 1. Candlestick has formed a bullish marubozu pattern indicating bullishness in the market sentiments.
2. Prices closed above the 9-day and the 18-day EMA indicates short-term bullishness in the prices.
3. %K line is about to make a bullish crossover with %D in the overbought zone shows tentativeness in the prices.
4. MACD is moving upwards which is negating bearish sentiments.

Market advice: The prices are expected to remain in the positive territory.

NCDEX JANUARY CONTRACT



Mustard Future Closing price				Expected Support and Resistance Levels		
Contract	13.01.06	14.01.06	Chg	Contract	Supports	Resistances
January	337.5	337.5	0.00	January	336.50	339.00
					334.60	339.90

DOMESTIC MARKET COMMENTARY

Soybean:

Sentiments spurt slightly for soybean prices based on the reports of Chinese demand in CBOT. January soybean prices settled higher on NCDEX Saturday as compared to previous closing prices. Soy future settled mixed on Chicago Board of Trade on Friday. Market remained close today for the festival of Makar Sakranti. Soybean prices are expected to move up in coming days due to low arrivals pressure on the market. Low prevailing price in the market have optimistic view among traders and tends to have bullish effect in coming days.

Rapeseed/Mustard:

Jaipur, Kota and Alwar market remained close on Saturday for Makar Sakranti. Mustard seed prices at physical market were range bound with positive sentiments. Mustard seed prices remained tandem with the previous day spot prices. Mustard seed prices were quoted in Delhi and Agra Rs 1700-1760/quintal and 1800-1815/quintal respectively. Arrival of mustard seed is more or less same today as compared to yesterday. Today's arrivals of mustard seeds were 1000 bags, 800 bags in Delhi and Agra respectively.

Status of Price & Supply of the New Crop 14.01.06

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	Closed	-
Alwar(C)	Closed	-
Delhi(C)	1700-1760	1000
Agra(C) katchi ghani	1800-1815	3950
Sri Ganganagar (NC)	1450-1455	50
Kota (NC)	Closed	-

Vayda Quotes

Mustard futures as on 11.01.06

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Feb	329.5	329.4	329.9	329	-0.2	329.3
Hapu r	Feb	339	339	339.4	338.2	-0.8	338.2
Hisar	Jan	327	327	327	326.7	-0.3	326.7

Groundnut

Gujarat market remained closed on 14th Jan for Makar Sakranti.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	14.01.06	13.01.06
Gr Kernel	2190*	2190*
Bolds 60/70	2660*	2660*
Javas 60/70	2950	2950
Javas 70/80	2875*	2875*
Javas 80/90	2780*	2780*

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

CBOT

CBOT Soy Futures Settle Mixed

Soy future settled mixed on Chicago Board of Trade on Friday. March soybean settled higher 4.5 cents at \$ 5.765 per bushel, 0.5 cents off the high and 6.5 cents up from the low and May soybeans settled higher 4 cents at \$5.855 per bushels, 7 cents up from the low and 0.5 cents off the high. March soymeal settled higher \$ 2.7 at \$ 181.7/ton, \$ 2.7 up from the low and \$ 0.2 off the high. March soybean oil settled lower 0.02 cents at 21.67cents/pounds, 0.04 cents off the high and 0.17 cents up from the low. March soybean future were slightly higher just after lower opening prices on Chicago Board of Trade only because there were talk that china is buying US soybean. US ending stock of soybean is projected at 505 million bushels, it is second highest stock of US soybean in the history. It is expected to receive good rain in Argentina and there is forecast for little more rain in Southern Brazil. World ending stocks for the 2005-06 season were pegged at 53.15 million tonnes from 48.11 million tonnes last month and from 44.90 million tonnes this past season. The above-mentioned point shows the bearish trends and talk of China buying US soybeans is only supported to move higher future market sentiments on CBOT.

CBOT Soybean Futures as on 13.01.06

Mo nth	Previous Settle	Open	High	Low	Cha nge	Clos e
Jan 06	562	564.4	686	561	+3	565

Mar 06	572	573. 4	623. 4	569. 4	+4.4	576 .4
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CBOT remains close on Saturday & Sunday

South American Soybeans Futures Settle Lower

South American soybeans future settled lower on Friday. March South American soybean settled lower at \$ 6.02 per bushel. USDA indicated that soybean production of Argentina and Brazil might increase after receiving good rain. According to a forecast, Argentina will receive good rain into weekend and scattered rain is expected for Southern Brazil. Traders hoping that

weather must not be constrain for South America and expecting good production and more ending stock. A record world ending stock of soybean and US soybean supported to bearish trends. Ending stock of US soybean increased only due to low export sales to China and Europe and strong competitions between US soybean and South American soybean. Negating all these bearish fundamentals prices got some reason to move up, as there were talks in the market of Chinese demand.

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.90
Malaysia	Ringgits	12.04
European Union	Euro	54.51
United Kingdom	GBP	79.79
Japan	100 Yen	39.32

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