

OILSEED

10th January, 2006

- Sentiments Remain Steady for Soybean

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators-

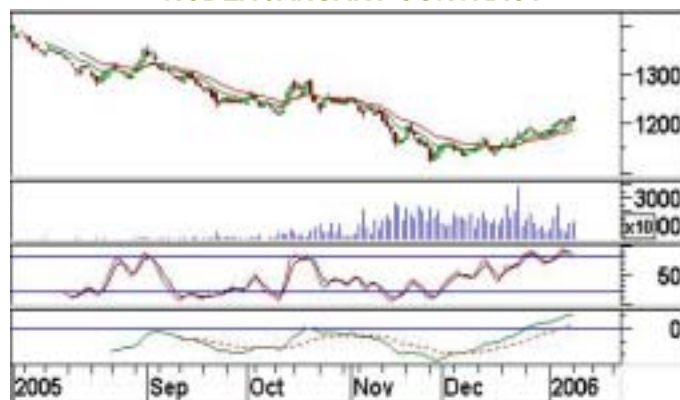
- Prices closed far above of both the 9-days EMA(1198.1) and 18-days EMA(1186.2),also increasing gap between 9-days EMA and 18-days EMA indicate bullishness in near term
- Candlestick making a inverted-black hammer confirming a bottom reversal signal in the next trading day.
- MACD has moved upwards in the neutral zone confirming strength in the current pattern.

Market advice: JAN NCDEX buy near 1205.50 with target 1212.5, put stop-loss at 1202.

Soybean Future Closing price

Contract	09.01.06	07.01.06	Chg
January	1205.25	1209.20	-3.95

NCDEX JANUARY CONTRACT



Expected Support and Resistance Levels

Contract	Supports	Resistances
January	1200.97	1213.77
January	1196.68	1222.28

Commodity: RAPESEED

Indicators-

- Candlestick making a inverted-black hammer confirming a bottom reversal signal in the next trading day.
- Prices closed above the both the 9-day EMA and the 18-day EMA indicating bullish trend.
- MACD indicator is in the neutral zone reflecting strength in the pattern.

Market advice: JAN NCDEX buy near 337.05 with target 338.25, put stop-loss at 336.

Mustard Future Closing price

Contract	09.01.06	07.01.06	Chg
January	337.40	336	+1.4

NCDEX JANUARY CONTRACT



Expected Support and Resistance Levels

Contract	Supports	Resistances
January	336.20	338.8
January	335	340.2

DOMESTIC MARKET COMMENTARY

Soybean:

Sentiments remained steady for the soybean in the major consuming markets. In Indore soybean was traded at Rs 1170-1180 per quintal with arrivals of 1-1.25 lakh bags and the plant delivery price of soybean was Rs 1215-1220 per quintal. Arrivals in Rajasthan were reported at 30,000 and traded at Rs 1140-1150 per quintal and plant delivery price was Rs 1180 per quintal. And in Maharashtra arrivals were around 60,000-70,000bags traded at Rs 1150 per quintal and plant delivery prices were at Rs 1190-1200 per quintal. According to the traders demand for the soybean has been increased from millers end for crushing. DOC demand has been increased recently from the overseas markets and is touching the higher levels. China and European Union are the major importers. Increasing demand for the DOC will hence improve the prices of soybean in the major producing markets.

Rapeseed/Mustard:

Sentiments remained firm for mustard seed in the major consuming markets. Mustard seed was traded at Rs 1505 per quintal in Kota and Rs 1725-1730 per quintal in Jaipur. Arrivals are gradually decreasing for the same in the major consuming markets. According to the traders pressure of the coming crop is building up in the markets as the coming crop is expected to cross the 70-lakh tonnes as compared to the 50-lakh tonnes of the last year while the stock for the mustard seed is sufficient with the stockists.

Status of Price & Supply of the New Crop 09.01.06

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1725-1730	1500
Alwar(C)	1665	1100
Delhi(C)	1745	700
Agra(C) katchi ghani	1800	900
Sri Ganganagar (NC)	1460	NA
Kota (NC)	1505	600

Vayda Quotes

Mustard futures as on 09.01.06

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Feb	327.2	330	330.5	327.8	+0.9	328.1
Hapu r	Feb	336	338.25	338.4	337	+1.1	337.1
Hisar	Jan	325.3	327	327	325.8	+0.5	325.8

Groundnut

Sentiments remained steady for the groundnut seed. Arrivals for the same have been reduced to only 80,000-85,000 bags in Gujarat. Groundnut seed in Rajkot mandi traded at Rs 345 per 20kg and the groundnut oil was traded at Rs 455-460 per 10 kg. According to the traders there is no fresh demand for the groundnut seed in the markets.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	09.01.06	07.01.06
Gr Kernel	2225*	2235*
Bolds 60/70	2660*	2650*
Javas 60/70	2950	2900*
Javas 70/80	2875*	2840*
Javas 80/90	2780*	2740*

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

CBOT

CBOT Soy Futures Settle Lower

March Soybeans settled lower 7.5 cents at \$ 6.11 per bushel, 12.50 cents off the high and 1 cent up from the low. May soybeans settled lower 6.5 cents at \$ 6.21 per bushel, 0.4 cent up from the low and 3.7 cents off the high. March soy meal settled down \$ 2.6 at \$ 188.7 per ton, \$ 0.4 up from the low and \$ 3.7 off the high. March soybean oil settled down 0.22 cent at 22.99 cents per pound, which is 0.56 cent off the high and 0.04 cent up from the low. Concerns over the hot and dry outlook for southern Brazil for all of next week and Argentina for most of next week helped support an early bounce but weather forecasts pointed to rain in key Argentina soy growing fields, disappointing weekly U.S. soy meal export sales. Cumulative sales of soybean have reached just 54.0% of the USDA forecast for the entire season as compared to 72.8% on average over the last five years. Soybean meal export sales came in at just 46,200 metric tonnes (a marketing year low) as compared to trade expectations between 75,000. Oil sales came in at 600 metric tonnes as compared to trade expectations between 4,000 and 9,000 metric tonnes.

CBOT Soybean Futures as on 06.01.06

Mo nth s	Previous Settle	Open	High	Low	Ch ang e	Close
Jan 06	608	609.4	611	599.4	-7.6	600.4
Mar 06	618.4	617.2	623.4	610	-7.4	611

CBOT remains close on Saturday & Sunday

South American Soybean Futures Improves Further

March South American soybeans settled 11.5 cents lower from the yesterday closing to \$ 6.435 per bushel. The weather situation for southern Brazil and Argentina has caused Brazil producers to hold tight the left stock in hand. Last week's rains in the south Brazil were not enough to bust the dryness of the crop. However, a week of dryness followed by increased temperatures into next weekend could be a stressful condition for growers in Parana and Rio Grande do Sul. Argentina looks hot and dry into late next week when some better chances of rain occurs, but southern Brazil looks to remain hot and dry into next weekend.

Canola Future at WCE Settles Lower

Canola futures at Winnipeg Commodity Exchange settled lower due to declines in Chicago board of trade soy futures and soy oil values. Weakness in the Canadian dollar added to the bearish trend. High supply remained the key bearish factor to drive the prices down. According to the traders exporters were absent from the markets. Domestic crusher demand remains steady.

WCE Soybean Futures as on 06.01.06

Commodity	Contract	Open	High	Low	Close	Chg
Canola	Jan -06	242.7	243.9	241.1	242.5	-

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.27
Malaysia	Ringgits	11.81
European Union	Euro	53.50
United Kingdom	GBP	78.23
Japan	100 Yen	38.50

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