

OILSEED

18<sup>th</sup> January, 2006

- Downtrend in Soybean Continues

## TECHNICAL ANALYSIS

Commodity: SOYBEAN

### Indicators -

1. Short shadows of candlestick body reflect the strength in existing pattern.
2. Prices closed below both the 9-days EMA and 18-days EMA indicating weakness in immediate term.
3. %k line though has made bullish crossover with %d line, but flattening tip contradict the possibility of reversal in trend.

**Market advice:** Go short at 1210 with target towards 1205, Put stop loss at 1215.

### NCDEX FEBRUARY CONTRACT



### Soybean Future Closing price

Contract	16.01.06	17.01.06	Chg
February	1205.3	1209.4	-4.10

### Expected Support and Resistance Levels

Contract	Supports	Resistances
January	1206.7	1213.7
	1204.1	1218.1

Commodity: RAPESEED

### Indicators -

1. %k line is moving upward and very close to cross the %d line from the bottom.
2. Prices closed above both the 9-days EMA and 18-days EMA indicating strength in immediate term.
3. Candlestick body has formed the doji star indicating indecisiveness in the market

**Market advice:** Go short at 330 with target towards 328.90, Put SL at 331.

### NCDEX JANUARY CONTRACT



Mustard Future Closing price				Expected Support and Resistance Levels		
Contract	16.01.06	17.01.06	Chg	Contract	Supports	Resistances
February	329.40	330.05	+0.65	January	329.40	330.90
					328.80	331.80

## DOMESTIC MARKET COMMENTARY

### Soybean:

Soybean future of Feb contract at NCDEX opened high at 1214 than previous closing. Short term rise was seen which reached 1215.50 (day's high) and followed downturn and closed below the opening price. Bull-bear fight in the market caused steady and calm movement in the prices. Sentiments remained indecisive in future market. Soybean traded in the range of Rs. 1125-1150 per quintal. Plant delivery soybean quoted at Rs. 1190-1205 per qtl. In Madhya Pradesh, Maharashtra, Rajasthan markets arrivals were of around 70000, 45,000-50,000 bags and 25,000 bags respectively. The price is expected to remain steady due to arrival of Mustard seed in the market.

### Rapeseed/Mustard:

Mustard maintains the sluggish movement in NCDEX and open strong at 330.10 compared to previous closing. Reached high at 331.20 due to buying pressure and then rate started falling. It then improved slightly and settled close to its opening. Slight bullishness was observed in the market. Mustard seed prices at physical market were range bound and remain nearly same as that of the previous day close. Mustard seed prices remained in tandem with the previous day spot prices. Mustard seed prices were quoted in Jaipur and Kota Rs 1710-1715/quintal and 1500-1520/quintal respectively. Arrival of mustard seed is 800 bags in Delhi. Today's arrivals of mustard seeds were 700-800 bags, 800 bags in Alwar and Kota respectively. Traders speculate that prices will go down after 25<sup>th</sup> Jan due to arrival of new mustard seed having high oil content.

### Status of Price & Supply of the New Crop 17.01.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1710-1715	-
Alwar(C)	1670-1675	700-800
Delhi(C)	1770	800
Agra(C) katchi ghani	1800	3925
Sri Ganganagar (NC)	1450	50
Kota (NC)	1500-1520	800

### Vayda Quotes

#### Mustard futures as on 17.01.06

Centre	M	Prev. Settle	Open	High	Low	Ch	Close
Delhi	F	329.2	329.2	330.8	329	+0.8	330
Hapur	F	338.1	338	339.4	337.9	+0.6	338.7
Hisar	M y	329	328.9	330.5	328.9	+0.9	329.9

M: Month; F: feb;

### Groundnut

Not much change was observed in groundnut prices. Prices in the markets remained weak as demand from the retail end was low. Arrivals of only 85,000 bags were reported in Gujarat. Groundnut seed in Rajkot Mandi traded at Rs 337 per 20 kg and groundnut oil at Rs 450-455 per 10 kg. As per traders adulteration of rice bran oil with groundnut oil lower its prices and competes with the premium oil in the market in some districts which will reduce the demand of premium groundnut oil. The future price of groundnut is expected to remain steady.

### Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	17.01.06	16.01.06
Gr Kernel	2200*	2200*
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

The Chicago Board of Trade remained close on the occasion of Martin Luther King, Jr., national holiday.

#### CBOT Soybean Futures as on 13.01.06

Month	Previous Settle	Open	High	Low	Change	Close
Jan 06	562	564.4	686	561	+3	565
Mar 06	572	573.4	623.4	569.4	+4.4	576.4

#### South American Soybeans

The Chicago Board of Trade remained close on the occasion of Martin Luther King, Jr., national holiday.

#### Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.32
Malaysia	Ringgits	11.82
European Union	Euro	53.67
United Kingdom	GBP	78.10
Japan	100 Yen	38.52

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