

OILSEED

30th January, 2006

Improvement in Soybean

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators -

1. Candlestick showing bullish market sentiments.
2. Prices closed slightly above the 9-day(330.06) and the 18-day (328.63) EMA.
3. After crossing %D line %K line is moving upward indicating bullish cross over again.
4. MACD is improving downward and try to reach its signal line indicating possible trend reversal.

Market advice:

Go long with caution and risk lovers can take risk.

NCDEX FEBRUARY CONTRACT



Soybean Future Closing price

Contract	27.01.06	28.01.06	Chg
February	1214.50	1216.50	+2

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1214.03	1219.98
	1211.56	1223.46

Commodity: RAPESEED

Indicators -

1. Candlestick showing bearish market sentiments.
2. Prices closed above the 9-day(330.06) and the 18-day (328.63) EMA showing bullish market sentiments.
3. %K line crossed the %D line from below indicating bullish market sentiment.
4. MACD is moving upwards negating bearish sentiments.

Market advice:

Go short with caution.

NCDEX FEBRUARY CONTRACT



Mustard Future Closing price

Contract	27.01.06	28.01.06	Chg
February	334.30	334.00	-0.30

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	333.66	334.66
	333.33	335.33

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX future market firmed open at 1216, and reached its highest price at 1221. Market then steadily came down due to buying pressure. Prices reached to its lowest value 1215.05. Prices then tried to improve and finally settled at 1216.50. Overall market sentiment remained slightly bullish. Mandi rate at Indore was Rs.1140-1160/Qtl. Plant delivery of soybean quoted at Rs. 1200-1210 per qtl. In Madhya Pradesh, Maharashtra, Rajasthan markets arrivals were 65000-70000, 30,000-35,000 bags and 10,000-15,000 bags respectively. The prices improved slightly due to improvement in international market. Increased demand in international market in combination with stress condition weather in South America pushed the prices up. There are chances that prices might sprut for very short time due to gap between decrease in arrivals of soybean and optimum arrivals of mustard seed in the market.

Rapeseed/Mustard:

NCDEX future market opened firmed at 333.50 and higher than previous closing. It then fluctuate due to presence of strong buyers and sellers and finally settled at 334.30. The overall market sentiments remained bullish today. Mustard seed prices at physical market were range bound and steady. Mustard seed prices were quoted in Jaipur, Alwar and Sri Ganganagar at Rs 1730, 1675-1680 and 1450 per quintal respectively. Arrival of mustard seed is 1000-1500, 15000 and 800 bags in Alwar, Delhi and Kota respectively. Arrivals from Agra were quoted at 4025. Arrivals of new mustard seed started to flush in Rajasthan market. Hefty previous stock coupled with fresh arrivals of mustard seed in the market leads to the steady in prices and low demand compared to supply.

Status of Price & Supply of the New Crop 28.01.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1730	15,000
Alwar(C)	1675-1680	1000-1500
Delhi(C)	1735-1740	1000
Agra(C) Katchi Ghani	1770-1775	4025 (Q)
Sri Ganganagar (NC)	1450	No Arrival
Kota (NC)	1500-1520	800

Vayda Quotes

Mustard futures as on 28.01.06

Centr e	M	Prev. Settl e	Ope n	Hlg h	Lo w	Ch	Close
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Delhi	F	334.5	335.1	335.2	334.2	0	334.5
Hapur	F	339.1	339.25	339.25	338	-0.6	338.5
Hisar	My	333.5	333.5	333.5	333.2	-0.1	333.4

M: Month; F: Feb; MY: May

Groundnut

Price for groundnut remained range bound and steady due to equality in demand and supply. Arrival of groundnut in the Gujarat market is 50,000-60,000 bags. Groundnut seed in Rajkot Mandi traded at Rs 337 per 20 kg and groundnut oil at Rs 447 per 10 kg. Harvesting of groundnut in Gujarat is finished and whatever reached to the market is the stored stock of farmers. Therefore prices improved slightly and expected to improve in coming days.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	28.01.06	27.01.06
Gr Kernel	2175*	2175*
Bolds 60/70	2690*	2690*
Javas 60/70	2970	2970*
Javas 70/80	2870*	2870*
Javas 80/90	2775*	2775*

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

CBOT

CBOT Soy Futures Settle High

Soy future settled high at Chicago Boards of Trades on Friday. March Soybeans settled high 16.25 cents at \$5.8925/bushel, 1.25 cents off the high and 15.25 cents up from the low. May Soybeans settled up 15.25 at \$5.9975/bushel which was 14.25 cents up from the low and 1.75 cents off the high. March Soymeal settled up \$6.1 at \$186.4/ton which was \$4.1 up from the low and \$0.4 off the high. March Soybean Oil settled up 0.54 cent at 22.05 cent/pound, 0.05 cent off the high and 0.3 cent up from the low. March soybean is closed at its highest level since 10th January due to forecast of hot and dry weather in Argentina for next week. Traders also expect fund buying which also helps to spurt the market.

CBOT Soybean Futures as on 27.01.06

Month	Previous Settle	Open	High	Low	Change	Close
Mar 06	573	585	590.4	563.4	+16.2	589.2
May 06	584.4	596	600	572.4	+15.2	599.6

South American soybean Futures Settle High

South American soybeans future settled high on Friday. March South American soybeans closed 5.50 cents higher at \$6.0450/bushel as compared to previous closing. The weather forecast for hot and dry weather in middle of next week and meagre chance of rains in the middle of next week, helped to support a surge higher in prices. If the forecast would be favorable for crops on Monday, then market could show weak tone.

Forecast valid for next 72 hours

NORTH: Rain/snow is likely at many places over Jammu & Kashmir and Himachal Pradesh; at a few Places over Uttaranchal. Isolated rain/thunder showers also likely over Punjab and north Rajasthan. Weather will be mainly dry over the rest region.

EAST: Weather will be mainly dry over the region.

SOUTH: Isolated rain/thundershowers likely over south coastal Tamil Nadu and Kerala. Weather will be mainly dry in the rest region.

WEST: Weather will be mainly dry over the region.

Source: IMD, GOI

Forex Rate

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.01
Malaysia	Ringgits	11.68
European Union	Euro	53.37
United Kingdom	GBP	78.03
Japan	100 Yen	37.52

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