

OILSEED

28th January, 2006

Improvement in Mustard

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 showing slightly bullish market sentiments.
3. After crossing %D line %K line is moving upward indicating bullish cross over again.
4. MACD is improving upward and try to reach its signal line indicating possible trend reversal.

Market advice:

Go with caution and risk lovers can take risk.

NCDEX FEBRUARY CONTRACT



Soybean Future Closing price

Contract	25.01.06	27.01.06	Chg
February	1208.60	1214.50	+5.9

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1208.00	1218.30
	1201.60	1222.20

Commodity: RAPESEED

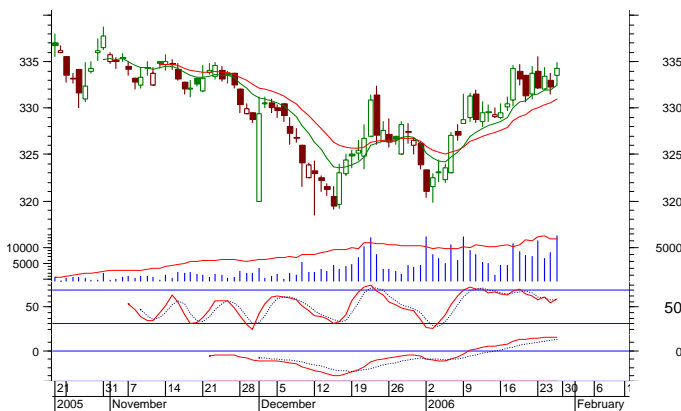
Indicators -

1. Candlestick showing bullish market sentiments.
2. Prices closed above the 9-day(330.06) and the 18-day (328.63) EMA.
3. %K line crossed the %D line from below indicating bullish market sentiment.
4. MACD is moving upwards with wide gap between signal lines indicating possible trend reversal.

Market advice:

Go with caution.

NCDEX FEBRUARY CONTRACT



Mustard Future Closing price

Contract	25.01.06	27.01.06	Chg
February	332.25	334.30	+2.05

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	332.88	335.33
	331.46	336.36

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX future market firmed open at 1212 and reached its highest price at 1215.80. Market then fluctuate due to bull and bear fight in the market. Prices reached to its lowest value 1205.55. Then prices improve and finally settled at 1214.50. Overall market sentiment remained bullish. Mandi rate at Indore was Rs.1130-1150/Qtl. Plant delivery of soybean quoted at Rs. 1195-1200 per qtl. In Madhya Pradesh, Maharashtra, Rajasthan markets arrivals were 80,000-90,000, 30,000 bags and 10,000-15,000 bags respectively. The prices improved slightly due to technical buying. 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 1670-1680, and 1450 per quintal respectively. Arrival of mustard seed is 600, 1000 and 800 bags in Alwar, Delhi and Kota respectively. Arrivals from Agra were quoted at 3975. 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 downward movement in prices and low demand compared to supply.

Status of Price & Supply of the New Crop 27.01.06

Markets	Prices Rs/Qtl	Arrivals (Bags)
Jaipur (C)	1730-1735	No arrival
Alwar(C)	1670-1680	600
Delhi(C)	1755-1760	1000
Agra(C) Katchi Ghani	1780	3975
Sri Ganganagar (NC)	1450	50
Kota (NC)	1500-1520	800

Vayda Quotes

Mustard futures as on 25.01.06

Centre	M	Prev. Settle	Open	High	Low	Ch	Close
Delhi	F	332	332.6	335.2	332.4	+2.5	334.5
Hapur	F	339	339.7	339.7	337.6	+0.1	339.1

Hisar	M	334	334.7	334.7	333.1	-0.5	333.5
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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 336 per 20 kg and groundnut oil at Rs 450 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)	
	27.01.06	25.01.06
Gr Kernel	2175*	2175*
Bolds 60/70	2690*	2690*
Javas 60/70	2970	2950*
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 Thursday. March Soybeans settled up 6 cent at \$ 5.7350/bushel, 0.5 cent off the high and 7.50 cent up from the low. May Soybeans closed up 6.50 cent at \$ 5.8450/bushel which was 8 cent up from the low and 0.50 cent off the high. March Soybean meal settled up \$ 1.9 at \$ 180.3/ton it was \$ 2.5 up from the low and 0.2 off the high. March Soybean Oil settled down 0.01 cent at 21.51 cent/pound, 0.09 cent off the high and 0.3 cent up from the low.

Low crush coupled with the report of poor weather conditions leads to sprut in the prices of soybean and soy meal.

CBOT Soybean Futures as on 27.01.06

Month	Previous Settle	Open	High	Low	Change	Close
Mar 06	567	566.4	581	563.4	+6.0	573
May 06	578	578	591.4	572.4	+6.4	584.4

South American soybean Futures Settle Lower

South American soybeans future settled low on Thursday. March South American soybeans settled 4 cents lower on Thursday to \$ 5.99/bushel then previous closing price. The South American market is closely linked with the US market, and the reports of weak crush and lower than expected export sales, the market seems vulnerable to lower prices in coming days. Weak US dollar compared to Brazil currency keeps the cash trade with slow pace. The new index fund leads to buying in corn and wheat but does not include soybeans, and when the light fund buying slowed on the rally, the market began to push lower. Recent rains in Argentina leads to improve the crop and released it from stress.

Forecast valid for next 72 hours

NORTH: Isolated rain/snow likely over Jammu & Kashmir. Weather will be mainly dry over the rest region.

EAST: Isolated rain/thundershowers likely over Assam and Arunachal Pradesh. Weather will be mainly dry over the rest region.

SOUTH: Isolated rain/thundershowers are likely over south Coastal Andhra Pradesh, coastal & south Tamil Nadu and Andaman & Nicobar Islands. 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	44.15
Malaysia	Ringgits	11.76
European Union	Euro	53.91
United Kingdom	GBP	78.57
Japan	100 Yen	37.92

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