

OILSEED

7th January, 2006

- Sentiments remain mixed for Soybean

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators-

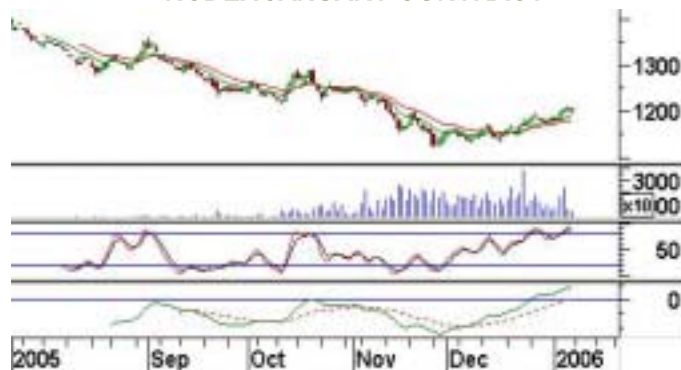
- Prices closed far above of both the 9-days EMA(1193.2) and 18-days EMA(1183.4), also increasing gap between 9-days EMA and 18-days EMA indicate bullishness in near term
- MACD has moved upwards and is now in the neutral zone confirming strength in the current pattern.
- Stochastic indicator still in the over-bought region indicating bullish pattern in near-term.

Market advice: JAN NCDEX buy near 1205 with target 1209.05, put stop-loss at 1200.

Soybean Future Closing price

Contract	06.01.06	05.01.06	Chg
January	1205.50	1203	+2.5

NCDEX JANUARY CONTRACT



Expected Support and Resistance Levels

Contract	Supports	Resistances
January	1198.6	1209.2
	1191.7	1212.8

Commodity: RAPESEED

Indicators-

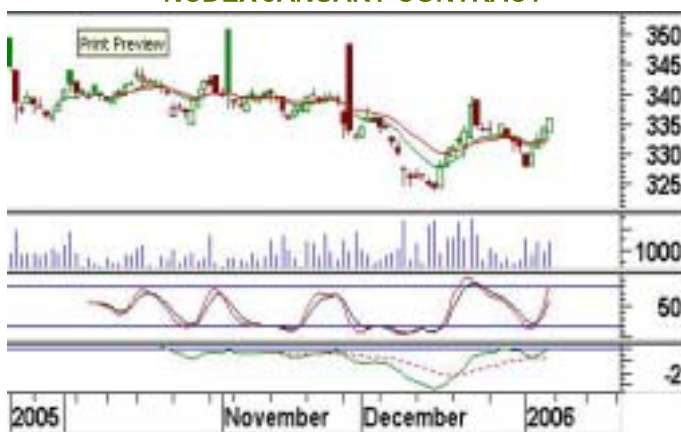
- Candlestick making a inverted hammer with the white body with the low line confirming a bottom reversal signal in the next trading day.
- Prices closed above the both the 9-day EMA and the 18-day EMA indicating bullish trend.
- Stochastic indicator moving upwards in neutral territory towards the over-bought region reflecting strength in the pattern.

Market advice: JAN NCDEX buy near 335.25 with target 336.5, put stop-loss at 334.5.

Mustard Future Closing price

Contract	06.01.06	05.01.06	Chg
January	335.9	334.30	+1.6

NCDEX JANUARY CONTRACT



Expected Support and Resistance Levels

Contract	Supports	Resistances
January	334.28	336.73
	332.67	337.57

DOMESTIC MARKET COMMENTARY

Soybean:

Sentiments remain mixed for the soybean due to soybean prices settling down in Chicago board of trade. In Indore soybean was traded at Rs 1150-1160 per quintal with arrivals of 1.25 lakh bags and the plant delivery price of soybean was Rs 1190-1195 per quintal. Arrivals in Rajasthan were reported at 30,000 and traded at Rs 1120-1125 per quintal and plant delivery price was Rs 1170-1180 per quintal. And in Maharashtra arrivals were around 80,000 bags traded at Rs 1140 per quintal and plant delivery prices were at Rs 1180 per quintal. According to the traders few consignments containing soymeal is been exported to China. Improvement in the domestic demand was seen in the markets as a result of 'Makar Sakaranti' ahead.

Rapeseed/Mustard:

Sentiments further improved in the markets as the arrivals are gradually decreasing in the major consuming markets. Mustard seed was traded at Rs 1475 per quintal in Kota and Rs 1700 per quintal in Jaipur. NAFED is gearing up to procure mustard in the coming April. NAFED had started shifting its mustard stocks out of Rajasthan to Punjab and Uttar Pradesh via the rail route to make the space for the next crop. NAFED will be acquiring around 20 lakh tonnes of mustard in the next marketing season. Rajasthan is the largest mustard producing state in the country. The next mustard crop is likely to be better than the last year. The crop in only Rajasthan is expected to cross 40 lakh tonnes as compared to 35 lakh tones in the last rabi season. Harvest of mustard seed is expected in the last week of January. Harvest will begin in some areas of Kota division, Jaipur, Mewat and Shekhwati

Status of Price & Supply of the New Crop 06.01.06

Markets	Prices (Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1700	1000
Alwar(C)	1650	1000
Delhi(C)	1735	400
Agra(C) katchi ghani	1800	1000
Sri Ganganagar (NC)	1450	60
Kota (NC)	1475	400

Vayda Quotes

Mustard futures as on 06.01.06

Cent re	Mo nth s	Prev. Settle	Open	High	Low	Cha nge	Close
Delhi	Feb	323.5	323	326	323	+2.5	326
Hapu r	Feb	333.1	332.7	335.3	332.7	+2.4	335.5
Hisar	Jan	323	324	324	324	+1	324

Groundnut

Groundnut seed prices see a steady trend. Shrinking arrivals of groundnut seed is not able to make pressure on its prices in the consuming markets due to the other cheap edible oils readily available in the markets. Little-bit of demand is seen on the retail end for the seed in the northern region reason being the cold weather conditions. Arrivals for the groundnut seed in Gujarat have reduced to only 90,000 bags. Groundnut seed in Rajkot mandi traded at Rs 345 per 20kg and the groundnut oil was traded at Rs 455-460 per 10 kg.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	06.01.06	05.01.06
Gr Kernel	2235*	2240*
Bolds 60/70	2650*	2650*
Javas 60/70	2900	2900*
Javas 70/80	2840*	2840*
Javas 80/90	2740*	2740*

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

CBOT

CBOT Soy Futures Settles Lower

March Soybeans settled lower 13.34 cents at \$ 6.185 per bushel, 14.25 cents off the high and 4 cents up from the low. May soybeans settled lower 14.25 cents at \$ 6.275 per bushel, 3.25 cents up from the low and 14.75 cents off the high. March soymeal settled down \$ 5.6 at \$ 191.3 per ton, \$ 0.7 up from the low and \$ 5.5 off the high. March soybean oil settled down 0.39 cent at 23.21 cents per pound, 0.42 cent off the high and 0.22 cent up from the low. According to the traders soybean settled down as the market is overbought after the recent high. With the January 12 USDA crop production and SND reports that the US has a record high sufficient stock with them. Also low in the demand for US exports and the crush news made the bearish impact on the markets. Brazil's Geographic and Statistics report forecast the crop estimates of around 59.2 million tonnes, which is a record high as compared to the 51.1 million tonnes of last year.

CBOT Soybean Futures as on 05.01.06

Mo nth s	Previous Settle	Open	High	Low	Ch ang e	Close
Jan 06	621	620	622	605	-13	608
Mar 06	632.2	630.4	633	616	-13.8	618.4

South American Soybean Futures Improves Further

March South American soybeans settled 9 cents higher from the yesterday closing to \$ 6.55 per bushel. Brazil's crop conditions appear to be good as compared to Argentina. Brazil's Geographic and Statistics report forecast the crop estimates of around 59.2 million tonnes, which is a record high as compared to the 561.1 million tonnes of last year. Argentina looks dry with higher temperatures into early next week. While there is still a chance of rain late next week, a ridging pattern is developing over Argentina and southern Brazil growing areas, which may pressure crops. Bird flu has been blamed for the deaths of two teenagers in Turkey with a third family member in the hospital. In addition, a different family has three members in the hospital with suspected

bird flu. These are the first deaths outside of China or Southeast Asia.

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 soyoil 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 05.01.06

Commodity	Contract	Open	High	Low	Close	Chg
Canola	Jan -06	246.1	246.7	240	242.6	-4.6

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.40
Malaysia	Ringgits	11.83
European Union	Euro	53.99
United Kingdom	GBP	78.63
Japan	100 Yen	38.79

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