

OILSEED

15th February, 2006

Mustard and Soybean Strengthen

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators

1. Candlestick showing spinning top formation showing indecisiveness.
2. Prices closed below the 9-day and 18-day EMA showing bearish sentiments.
3. %K is moving downward with % D line showing bearish sentiments.
4. After crossing its signal line, MACD is moving downward with wide gap showing bearish sentiments

Market advice:

Buy near 1221.0, target near 1226.50 and stop loss at 1217.5

NCDEX MARCH SOYBEAN CONTRACT



Soybean Future Closing price

Contract	14.02.06	15.02.06	Chg
March	1218.60	1222.00	+3.4

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1215.00	1232.00
	1207.00	1241.00

Commodity: RAPESEED

Indicators

1. Candlestick showing bullish market sentiments.
2. Prices closed below the 9-day and the 18-day EMA showing bearish market sentiments.
3. %K line is moving steeply downward below % D line showing bearish sentiments.
4. MACD made a bearish crossover.

Market advice:

Buy near 337.26, target near 338.72 and stop loss at 336.38

NCDEX MAY MUSTARD CONTRACT



Mustard Future Closing price

Contract	14.02.06	15.02.06	Chg
May	336.30	337.0	+0.7

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	334.50	339.80
	333.00	342.40

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX March contract opened weak at 1219.0 which fetch its lowest value 1217.25 near its opening of the day. It then followed upward trend upto 10.30 am. It then stumbled for a while and then steadily moved upward, reached to its highest 1225.10 at 2.30 pm. The prices then declined and remain steady for some time with slight decrease and finally settled at 1222.0 Overall market sentiment remained bearish. Prices remained steady as that of previous day. Mandi rate at Indore was Rs.1140-1167/Qtl. Plant delivery of at Rs. 1195-1205 per qtl. In Madhya Pradesh, Maharashtra, Rajasthan markets arrivals were 60,000-70,000, 30,000-40,000 and 10,000 bags respectively. Due to technical correction the market get strength from active buying. Prices is likely to go up in coming days and may influenced by international trading reports. The long term trend expected to be bullish owing to reduce arrivals and depleting stocks.

Rapeseed/Mustard:

NCDEX May contract opened near the previous closing price at 336.00 which remained lowest price of the day. It then followed upward trend and reached to its highest value 338.50 at 2.00 pm. It declined steadily with slight fluctuation and finally closed at 337.00. Overall market sentiments remained slightly bullish today. Mustard seed prices at physical market were mostly range bound and decreased slightly in few pockets. The prices of Jaipur, Alwar, Delhi and Agra are quoted at Rs 1725, 1625, 1750 and 1780-1810 per quintal respectively. Prices in Kota decreased slightly and ranged between 1450-1500. Arrival of mustard seed is increased day by day and reported to be 4000, 4500 bags in Jaipur and Alwar and slight decrease was recorded to be 200-300 at Delhi. Arrivals from Agra were quoted at 3900/(Q). Arrival from Kota is reported to be 6000 bags. Total arrival of Rajasthan is reported to be 25,000-30,000 bags. Arrivals of new mustard seed started to flush in Rajasthan market which, perhaps be the reason for slight decline of prices. On account of arrival pressure the mustard seeds are supposed to decline but due to talk about possible tariff hike by Govt. the rate remained steady and range bound with slight decrease in domestic market.

Status of Price & Supply of the New Crop 15.02.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1725	4000
Alwar(C)	1625	4500
Delhi(C)	1750	200-300
Agra(C) Katchi Ghani	1780-1810	3900/(Q)
Sri Ganganagar (NC)	1480	100
Kota (NC)	1450-1500	6000

N-New

O-Old

Vayda Quotes

Indian Agribusiness Systems Pvt. Ltd., New Delhi

Mustard futures as on 15.02.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MA	338.0	336.5	338.5	336.5	-0.2	337.8
Hapur	MA	346.9	346.8	348.3	346.8	+0.6	347.5
Hisar	MY	332.9	332.5	333.2	332.5	+0.1	333.0

M: Month; MA: MARCH; MY: May

Groundnut

Price for groundnut remains range bound and steady due to equality in demand and supply. Arrival of groundnut in the Gujarat market remained 45,000-50,000 bags. Groundnut seed in Rajkot Mandi traded at Rs 336 per 20 kg and groundnut oil at Rs 440 per 10 kg. Demand for groundnut seed decreased slightly as that of previous day by Rs.1 for the reason being stale demand from consumer's side. Groundnut oil declined by Rs. 5 on account of reduced demand. The groundnut seed is expected to increase in future due to depleting present stock and improved demand.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	15.02.06	14.02.06
Gr Kernel	2180*	2180*
Bolds 60/70	2690*	2675*
Javas 60/70	2975*	2975*
Javas 70/80	2870*	2870*
Javas 80/90	2770*	2775*

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

CBOT

CBOT Soy Future Remain Mixed

March Soybeans settled up 2 cents at \$5.8425/bushel, 4.75 cents off the high and 6 cents up from the low. May Soybeans settled up 1.75 cents at \$5.9775 which was 6.25 cents up from the low and 4.25 cents off the high. March Soymeal settled up \$2.2 at \$182.7/ton that was \$3.5 up from the low and \$0.7 off the high. March Soybean Oil settled down 0.05 cents at 22.22 cents/pound, 0.2 cents off the high and 0.08 cents up from the low. The prices were high riding on the back of fund buying helped to support the market up. Gulf areas have showing interests in soybeans on cash basis which further helped to support the market. South American weather looks somewhat adverse as the crop is in its critical pod-filling stage. Dry weather forecast for early this week and hotter weather may leads to crop stress again with fast depleting moisture. Weekly export report released recently showing improvement in export at

34.09 million bushels compared to the expected 19-24 million bushels.

CBOT Soybean Futures as on 15.02.06

Month	PCP	O	H	L	Ch	Close
Mar 06	582.2	584.0	589.0	578.2	+3.0	585.2
May 06	596.0	594.0	602.0	591.4	+1.6	597.6

South American Soybean Futures Remain High

March South American soybeans settled 3 cents higher on Monday to \$6.25/bushel. March contract of South American soybeans have improved due to weather concerns and firmness in old crop which registered positive impact. The South American premium to US jumped from 20 cents to 43 cents at its highest point since August. Harvesting in Brazil is not yet started with a pace as against traders expectation to get the crop early. Southern Brazil and Argentina weather condition looks adverse for the crop and expected to remain dry for few days and later on hotter in the end of the week. USDA release on planted acreage for soybeans shows increase of 1 million acres, which was less than traders speculation. Talk of rushing crushers for storing oil helped the market to boost further. It can be viewed from the report of Commitment-of-Traders, the market is in oversold condition with net short over 44,000 contracts of soybeans.

LATEST WEATHER WATCH: 14.02.2006

Forecast valid for next 72 hours

NORTH-WEST INDIA: Rain/snow likely at many places over higher reaches of Jammu & Kashmir and at a few places over rest Jammu & Kashmir, Himachal Pradesh and isolated over Uttaranchal. Isolated rain/thundershowers also likely over Punjab and Haryana. Weather will be mainly dry over the rest region.

EAST INDIA: Isolated rain/thundershowers is likely over Sub- Himalayan West Bengal & Sikkim. Weather will be mainly dry over the rest region.

NORTHEAST INDIA: Rain/thundershowers are likely over at a few places over Assam and Arunachal Pradesh. Weather will be mainly dry over the rest region.

SOUTH INDIA: Isolated rain/thundershowers likely over Nicobar Islands. Weather will be mainly dry over the rest region.

WEST INDIA: Weather will be mainly dry over the region.

CENTRAL INDIA: Weather will be mainly dry over the region.

Source: MDI, GOI

Forex Rate on 15.02.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	44.26
European Union	Euro	52.68
United Kingdom	GBP	77.14
Japan	100 Yen	37.54

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.