

OILSEED

11th February, 2006

Mustard remain bullish

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators

1. Candlestick showing indecisive market sentiments.
2. Prices closed above the 9-day and 18-day EMA showing bullish sentiments.
3. %K line made bearish cross over with % D line showing bearish sentiments.
4. MACD made a bearish cross over with bearish market sentiments.

Market advice:

Buy above 1216.50, target near 1221.47 and stop loss at 1213.51.

NCDEX FEBRUARY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	9.02.06	10.02.06	Chg
February	1221.40	1217.00	-4.0

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1211.27	1226.13
	1206.31	1230.50

Commodity: RAPESEED

Indicators

1. Candlestick showing bullish market sentiments.
2. Prices closed above the 9-day and the 18-day EMA showing bullish market sentiments.
3. %K line made a bearish cross over with % D line showing bearish sentiments.
4. MACD is moving upwards with wide gap indicating indecisiveness.

Market advice:

It is highly risky to take position at this juncture. Risk lover can go for long above 340.57, target near 344.00 and stop loss at 338.51.

NCDEX FEBRUARY MUSTARD CONTRACT



Mustard Future Closing price

Contract	9.02.06	10.02.06	Chg
February	344.10	347.30	+3.2

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	336.75	349.80
	332.51	352.74

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX future market opened weak today at 1220.0 with a Doji formation with positive sentiments and then regain strength to reach its highest value 1222.95 at 10.45 am. Then prices remained constant for some time and declined then after, reached to its lowest level 1214.50 at 1.00 pm. It then remain steady and finally settled at 1217.0 Overall market sentiment remained bearish. Prices remained steady as that of previous day. Mandi rate at Indore was Rs.1140-1150/Qtl. Plant delivery of at Rs. 1200-1210 per qtl. In Madhya Pradesh, Maharashtra, Rajasthan markets arrivals were 70,000-80,000, 25,000-30,000 and 8000-10,000 bags respectively. Improvement in other oils help to trigger the prices up. Low demand of DOC and technical correction could be the reason for downfall of prices.

Rapeseed/Mustard:

NCDEX future market opened week at 344.00 then previous closing price. It then fall for the next contract and reached to today's low 343.4, then regain its strength and oscillate up and down for some time and reached to its highest value 349.8 at 3.0 pm. However, the prices remain constant for some times with little up and down and finally settled at 347.35. Overall market sentiments remained bullish today. Mustard seed prices at physical market were mostly range bound and steady. The prices of Jaipur, Alwar, Delhi and Agra are quoted at Rs 1745-1750, 1650-1660, 1740-1745 and 1820 per quintal respectively. Prices in Kota is range between 1500-1550. Arrival of mustard seed is 2000, 1500 and 300-400 bags in Jaipur, Alwar and Delhi respectively. Arrivals from Agra were quoted at 3925/(Q). Improved arrival was noticed in Kota Mandi. Total arrival of Rajasthan is reported to be 10,000-15,000 bags. Arrivals of new mustard seed started to flush in Rajasthan market.

Status of Price & Supply of the New Crop 10.02.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1745-1750	2000
Alwar(C)	1650-1660	1500
Delhi(C)	1740-1745	300-400
Agra(C) Katchi Ghani	1820	3925/(Q)
Sri Ganganagar (NC)	1470	-
Kota (NC)	1500-1550	3000

N-New

O-Old

Vayda Quotes

Mustard futures as on 10.02.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	F	344.0	343.8	347.2	343.8	+3.2	347.2
Hapur	F	349.5	348.0	350.5	350.5	0	349.5
Hisar	My	334.8	335.0	335.0	337.0	-0.3	334.5

M: Month; F: Feb; 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 338 per 20 kg and groundnut oil at Rs 448 per 10 kg. Demand for groundnut remains unchanged as that of previous day for the reason being stale demand from consumer's side.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	10.02.06	9.02.06
Gr Kernel	2195*	2190*
Bolds 60/70	2660*	2650*
Javas 60/70	2925*	2925*
Javas 70/80	2840*	2840*
Javas 80/90	2770*	2760*

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

CBOT

CBOT Soy Futures Settle High

March Soybeans settled up 9.75 cents at \$ 5.8775 per bushel, 6.25 cents off the high and 10.25 cents up from the low. May Soybeans settled up 10.50 cents at \$ 6.0175 per bushel which was 10.75 cents up from the low and 5.25 cents off the high. March Soymeal settled up \$1.4 at \$181.6/ton that was \$1.6 up from the low and \$2.2 off the high. March Soybean Oil settled up 0.5 cents at 22.65 cents/pound, 0.1 cents off the high and 0.53 cents up from the low. In spite of barish news from the USDA weekly supply and demand report the market gain high due to hike in prices of metals and sellers remained weak on selling side for grain market helped to boost the market up. Expectation of lower production for Brazil and South American crops by traders due to recent drier weather could also be the reason for gaining strength. US cumulative sales remained 59.9% as compared to 61.3% of the USDA forecast. Meal sales recorded at 133,300 MT, higher than expectation of 50,000-125,000 MT.

CBOT Soybean Futures as on 9.02.06

Month	PCP	Ope n	High	Low	Ch	Close
Mar 06	578.0	582.0	594.0	577.4	+9.6	587.6
May 06	591.2	596.0	607.0	591.0	+10.4	601.6

South American Soybean Futures Settle Low

March South American soybeans settle 18 cents higher on Thursday to \$6.13/bushel as compared to previous closing price. Forecast for Southern Brazil and Argentina remains dry for next week. Expectation of lower production for Brazil and South American crops by traders due to recent drier weather could also be the reason for gaining strength. Strength in other grain markets helped to gain the strength for soybean and spurt the market up. Long positions held by traditional traders leads to high open interest which support the traders psychology that soybean market may not experience sharp fall on account of coming South American harvest.

LATEST WEATHER WATCH: 10.02.2006

Forecast valid for next 72 hours

NORTHWEST: Isolated light rain/snow likely over Jammu & Kashmir and Himachal Pradesh on 12th & 13th. Weather will be mainly dry over the region.

EAST: Isolated rain/thundershowers likely over Sub-Himalayan West Bengal & Sikkim on 10th & 11th. Weather will be mainly dry over the rest region.

NORTHEAST: Isolated rain/thundershowers likely on 10th & 11th over the region.

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

WEST: Weather will be mainly dry over the region.

CENTRAL: Weather will be mainly dry over the region.

Source: IMD, GOI

Forex Rate on 10.02.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.21
European Union	Euro	53.01
United Kingdom	GBP	77.24
Japan	100 Yen	37.52

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