

OILSEED

7th February, 2006

Soybean and Mustard Future likely to improve

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators

1. Candlestick showing Doji showing indecisive market sentiments.
2. Prices closed above the 9-day and 18-day EMA showing bullish market sentiments.
3. %K line made a bullish crossover showing bullish market sentiments.
4. MACD is approaching indicating possible bullish crossover.

Market advice:

Buy above 1217.59, target near 1224.08 and stop loss at 1213.69.

NCDEX FEBRUARY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	4.02.06	6.02.06	Chg
February	1215.00	1217.00	+2.0

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1201.74	1240.05
	1181.32	1254.20

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 moving upward in neutral zone with %D line showing bullish market sentiments.
4. MACD is moving upwards with wide gap indicating indecisiveness.

Market advice:

Buy near 337.50, target at 339.00 and stop loss at 336.00.

NCDEX FEBRUARY MUSTARD CONTRACT



Mustard Future Closing price

Contract	4.02.06	6.02.06	Chg
February	336.30	338.50	+2.2

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	334.02	339.83
	332.33	341.16

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX future market opened firm at 1216 and started to gain strength. Market reached to its highest price 1218.90 at 11.15 am, then after started to decline. Prices then remained steady for some time oscillating up and down. Market then tried to regain its strength and finally settled at 1217.00. Overall market sentiment remained indecisive with Doji formation. Mandi rate at Indore was Rs.1150-1208/Qtl. Plant delivery of soybean quoted at Rs. 1200-1210 per qtl. In Madhya Pradesh, Maharashtra, Rajasthan markets arrivals were 80000-100000, 30,000-35,000 and 10,000 bags respectively. Increased arrival in MP is due to release of stock from stokist so that they can store fresh arrival of new crops. Hike in the prices of soybean in international market could be the driving force for improvement in prices. Spot market also get support from the future market. There are chances that prices might sprut for some 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 at 336.20 on the same level at previous closing price and remain the lowest price of the day. However, it then gained strength with a steady rise. Overcoming the bears, taken a giant leap to fetch highest price at 339.50 at 2.00 pm. It then started to decline and finally settled at 338.50. The Doji formation shows indecisiveness in the market. Mustard seed prices at physical market were mostly range bound and steady. Mustard seed prices improved slightly in Jaipur and Si Ganganagar remained steady in Alwar, and Delhi. The prices of Jaipur, Alwar, Delhi and Agra are quoted at Rs 1720-1725, 1660-1670 and 1720. per quintal respectively. Arrival of mustard seed is 1200-15000, 1000-1200 and 1000 bags in Jaipur, Alwar and Delhi respectively. Arrivals from Agra were quoted at 3850-3900/(Q). Total arrival of Rajasthan is reported to be 10,000 bags. Arrivals of new mustard seed started to flush in Rajasthan market. Government planning to procure mustard seed at MSP helped to support the market up.

Status of Price & Supply of the New Crop 6.02.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1720-1725	1200-1500
Alwar(C)	1660-1670	1000-1200
Delhi(C)	1720	1000
Agra(C) Katchi Ghani	178-1800	3850-3900/(Q)
Sri Ganganagar (NC)	1500	100-150
Kota (NC)	1460-1515(O) 1400-1500(N)	400(O) 2000(N)

N-New

O-Old

Vayda Quotes

Mustard futures as on 6.02.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	F	335.9	336.5	339.2	336.5	+3.1	339.0
Hapur	F	341.9	342.2	344.5	342.2	+2.1	344.0
Hisar	My	332.2	333.0	334.2	332.8	+2.0	348.6

M: Month; F: Feb; MY: May

Groundnut

Price for groundnut improved slightly due to equality in demand and supply. Arrival of groundnut in the Gujarat market is 45,000-50,000 bags. Groundnut seed in Rajkot Mandi traded at Rs 338 per 20 kg and groundnut oil at Rs 446 per 10 kg. Harvesting of groundnut in Gujarat is over and whatever reached to the market is the stored stock of farmers. Groundnut prices improved in tandem with the improvement of other oils like soy oil palm oil etc coupled with the improvement in future market. Therefore prices gain strength from the spot as well as future market.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kgs)	
	6.02.06	4.01.06
Gr Kernel	2170*	2150*
Bolds 60/70	2640*	2640*
Javas 60/70	2925*	2925*
Javas 70/80	2840*	2850*
Javas 80/90	2770*	2770*

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

CBOT

CBOT remained closed on Saturday and Sunday.

CBOT Soybean Futures as on 3.02.06

Month	PCP	Ope n	High	Low	Ch	Close
Mar 06	584	585.4	598	577.5	+10.6	594.6
May 06	596.6	597.4	610.4	590	+10.8	607.4

Forecast valid for next 72 hours

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

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

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

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

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

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

Source: GOI, IMD

Forex Rate on 6.02.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.20
Malaysia	Ringgits	11.82
European Union	Euro	53.13
United Kingdom	GBP	77.80
Japan	100 Yen	37.23

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