

OILSEED

13th February, 2006

Mustard and soybean remain weak

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Indicators

1. Candlestick showing bearish market sentiments.
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. MACD made a bearish cross over with bearish market sentiments.

Market advice:

Market at this juncture is risky but risk lovers can take short position.

NCDEX FEBRUARY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	10.02.06	11.02.06	Chg
February	1217.00	1213.50	-3.5

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	1230.00	1225.00
	1195.00	1232.00

Commodity: RAPESEED

Indicators

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

Market advice:

Sell below 347.40, target near 346.10 and stop loss at 348.18

NCDEX FEBRUARY MUSTARD CONTRACT



Mustard Future Closing price

Contract	10.02.06	11.02.06	Chg
February	347.30	347.00	-0.30

Expected Support and Resistance Levels

Contract	Supports	Resistances
February	344.00	349.80
	338.80	350.90

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX future market opened weak today at its highest point 1215.5 and downfall recorded up to 11.00 am for contracts. At 11.15 pm the contract opens at its lowest value 1210.2 and gain strength further. With up and down in futures market, the prices finally settled at 1213.5. 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. Low demand of DOC and arrival pressure of mustard could be the reason for downfall of prices.

Rapeseed/Mustard:

NCDEX future market opened firm at 348.00 and followed steep upward path and reached to its highest value 349.80 and traded near its opening. It then fell for the next contract and reached to today's low 347.00, then regain its strength and oscillate up and down for some time. However, the prices remain constant for some times with little up and down and finally settled at 347.00. Overall market sentiments remained bearish today. Mustard seed prices at physical market were mostly range bound and improved slightly in few places. The prices of Jaipur, Alwar, Delhi and Agra are quoted at Rs 1755-1760, 1650, 1750 and 1830-1840 per quintal respectively. Prices in Kota is range between 1500-1556. Arrival of mustard seed is 1500, 1500 and 800-900 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 20,000-25,000 bags. Arrivals of new mustard seed started to flush in Rajasthan market.

Status of Price & Supply of the New Crop 11.02.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1755-1760	1500
Alwar(C)	1650	1500
Delhi(C)	1750	800-900
Agra(C) Katchi Ghani	1830-1840	3925/(Q)
Sri Ganganagar (NC)	1480-1485	-
Kota (NC)	1500-1560	3000

N-New

O-Old

Vayda Quotes

Mustard futures as on 11.02.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	F	347.2	348.2	348.2	347.0	-0.2	347.0
Hapur	F	349.5	349.7	351.2	349.2	+1.0	350.5
Hisar	My	334.5	334.0	334.1	333.8	-0.7	333.8

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 445 per 10 kg. Demand for groundnut seed remains unchanged as that of previous day for the reason being stale demand from consumer's side. Groundnut oil declined by Rs. 2 as other oil also slipped to a lower side.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	11.02.06	10.02.06
Gr Kernel	2195*	2195*
Bolds 60/70	2660*	2660*
Javas 60/70	2925*	2925*
Javas 70/80	2840*	2840*
Javas 80/90	2770*	2770*

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

CBOT

CBOT Soy Futures Settle High

Soy future settled low at Chicago Boards of Trades on Friday. March Soybeans settle down 5.50 cents at \$5.8225/bushel, 9 cents off the high and 5.25 cents up from the low. May Soybeans settle down 5.75 cents at \$5.96/bushel that was 5.50 cents up from the low and 8 cents off the high. March Soybean Oil settled down \$1.1 at \$180.5/pound that was \$1.4 up from the low and \$0.9 off the high. March Soybean Oil finished down 0.38 cents at 22.27 cents/pound, 0.21 cents off the high and 0.16 cents up from the low. Record high ending stock of world and US coupled with slow fund buying help to lower down the prices. Weakness in metals and other groins in CRB index added further pressure. Long position by traditional traders started to shorting off, helped pressurising the market further.

CBOT Soybean Futures as on 10.02.06

Month	PCP	O	H	L	Ch	Close
Mar 06	587.6	584.0	591.2	577.4	-5.4	582.2
May 06	601.6	596.0	604.0	590.4	-5.6	596.0

South American Soybean Futures Settle Low

March South American soybeans settled 9 cents higher on Friday at \$6.22/bushel. Heavy rain in recent past hit the Brazil's number one soybean producing state of Mato Grosso. Heavy rain this time is expected to reduce the yield and injure crop. This could also slow the harvest. Talk of new fund buyers entering into the

market also support the market up. Strength in energy market and emphasis on bio-diesel based on soybean oil helped to support the market up further. Recent forecast hike by USDA on Brazil's export is at 26.07 million tonnes for 2005/2006 which reveals that Brazil now hold the top position in the world for export.

LATEST WEATHER WATCH: 11.02.2006

Forecast valid for next 72 hours

NORTH-WEST INDIA: Light to moderate rain/snow likely at a few places over Jammu & Kashmir and at isolated places over Himachal Pradesh. Weather will be mainly dry over the region.

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

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

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

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

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

Source: IMD

Forex Rate on 11.02.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.12
European Union	Euro	52.37
United Kingdom	GBP	77.00
Japan	100 Yen	37.44

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