

OILSEED

29th April, 2006

Soybean and Mustard Improve on Speculation

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Soybean:

Indicators

1. Candlestick bullish market sentiments.
2. Prices closed above 9-day and 18-day EMA showing bullish market sentiments.
3. %K line made bullish cross over with %D line indicating bullish market sentiments.
4. MACD is moving upward indicating bullish trend likely to continue.

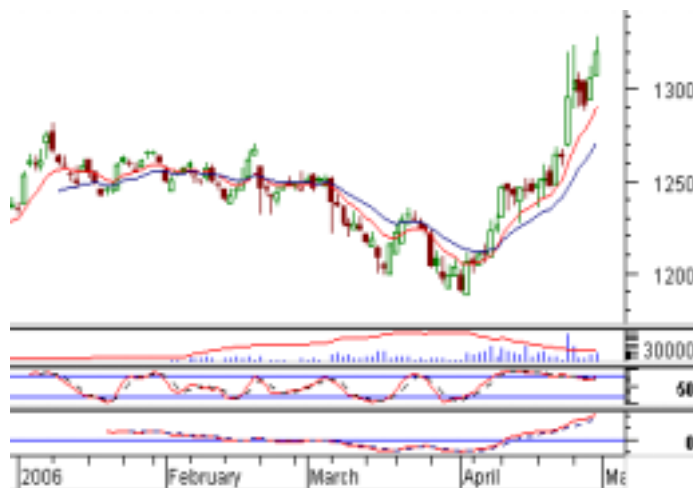
Market advice:

Buy above 1318.00 target near 1329.00 and stop loss at 1312.50.

Support and Resistance Levels:

The current support levels are at 1308.00 and 1296.00 marks and resistance levels are at 1330.50 and 1341.00 marks as very short term.

NCDEX MAY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	27.04.06	28.04.06	Chg
May	1306.05	1320.00	+14.05

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1308.00	1330.50
	1296.00	1341.00

Commodity: RAPESEED

Mustard:

Indicators

1. Candlestick showing bullish market sentiments.
2. Prices closed above 9-day and 18-day EMA showing bullish market sentiments.
3. %K line made kick formation indicating recovery.
4. MACD is moving upward indicating trend likely to continue.

Market advice:

Buy above 346.65, target near 349.00 and stop loss at 344.65.

Support and Resistance Levels:

The current support levels are at 344.90 and 342.70 marks and resistance levels are at 349.65 and 352.10.

NCDEX MAY MUSTARD CONTRACT



Mustard Future Closing price

Contract	27.04.06	28.04.06	Chg
May	345.35	347.20	+1.85

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	344.90	349.65
	342.70	352.10

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX futures for May contract rally up today on the news of GM issue. It will lead to more documentation and paper work and consequent delay in shipment of the same. Such decision by the government is expected to have a bullish impact over the soybean in the futures market. Recent hike in the tariff value on palm oil is expected to provide underlying support to the soy oil and soybean. Physical market remains firmer as stocks are depleting fast. Recent press release by SEA urging railway minister to slash the hike in freight rate as per the circular which was released by the department mentioning hike in rate of rake and wagon. This will result into the inflation in prices of bean and meal. Plant delivery rate quoted at Rs. 1270-1295 + 4% VAT and Mandi rate improved significantly and ranged between 1235-1245. Moderate arrivals hit the various market and ranged between 25000 bags from MP while arrivals from Maharashtra and Rajasthan varied between 20000 and 7000-8000 respectively.

Rapeseed/Mustard:

NCDEX Mustard May contract improves today as influenced by the strength in other oils. Hike in tariff rate on palm and palmolein is expected to have a bullish impact over mustard. GMO issue also provided additional strength. The prices are expected to remain on the higher levels in coming days with both side movement. Escalating prices of soy oil and soybean seeds helped to support the future as well as spot market of rape seeds and mustard as mustard is much cheaper compared to other oilseeds. Plants are coming forward for procurement for crushing as they are getting parity. More and more plants started crushing as NAFED hired the closed plants. Moderate low arrivals could be witnessed today as the stocks were held for fetching premiums by stockists. MNC's also keen for procuring the mustard from local Mandi. The prices are expected to improve in the physical in coming days. Average arrivals remain at 250000-300000 bags.

Status of Price & Supply of the New Crop 28.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1690	12000-14000
Alwar (C)	1615	6000-7000
Delhi (C)	1725	2000
Agra (C)/Katchi Ghani	1730/3950/(Q)	-
Sri Ganganagar (NC)	1500	5000
Kota (NC)	1540-1580	4000-5000

Vayda Quotes

Mustard futures as on 28.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	344.9	345.0	348.4	344.1	+2.6	347.5
Hapur	MY	354.2	354.2	357.8	353.4	+2.1	356.3

M: Month; MY: May; JU: June

Groundnut

Groundnut prices remain range bound in Gujarat Mandi, as there was no demand observed from the retail end. Seed and oil both remain range bound. It is expected that the oil prices

are expected to improve in near terms slightly as soy oil is expected to improve in coming days. Groundnut seed in Rajkot Mandi traded at Rs 352 per 20 kg and groundnut oil at Rs 468 + 4%VAT per 10 kg. Overall sentiments are expected to remain mixed and will much depend on the futures market prices of other oils. Arrivals of seed are recorded nearly at 30000 bags in Gujarat Mandi.

CBOT

CBOT Soy Futures Remain Mixed

July Soybeans settled up 0.50 cent at \$5.9025/bushel, 0.50 cent off the high and 8 cent up from the low. November Soybeans settled down 0.75 cent at \$6.095 which was 6.50 cent up from the low and 1 cent off the high. July Soybean meal settled down \$1.7 at \$171.9/pound that was \$0.8 up from the low and \$0.9 off the high. July Soybean Oil closed up 0.45 cent at 25.65 cent/pound, 0.02 cent off the high and 0.69 cent up from the low. Weakness in other commodity markets influenced by the news of higher interest rates from China drag down the prices initially. Cancellation of all the licenses for poultry imports by Russia further added to its bearish tone. Firmness in the July soybean oil supported the July soybean which finally closed firm and remains in tandem with the oil. Talk of increased bio-diesel usage to supplement the energy demand combined with the bullish news from crush report helped to surge in the prices. Weekly US export sales for soybeans remain at 112,000 metric tonnes which remain below the trade expectations between 200,000-300,000 metric tonnes. Meal sales came much below at 18,500 metric tonnes as compared to trade expectations between 75,000-125,000. Soybean oil performed well and remains at 8,500 metric tonnes as compared to trade expectations between 0-10,000. Census crush for the month of March remains marginally higher at 150.4 million bushels as compared to trade expectations between 148.5-149.5 million bushels. Oil stocks remain at 2.686 billion pounds than 2.765 billion pounds expected.

CBOT Soybean Futures as on 27.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	575.6	572.0	576.0	569.0	-0.4	575.2
July 06	590.0	584.0	591.0	582.4	+0.4	590.4

LATEST WEATHER WATCH: 28.04.06

Heat wave conditions over north Rajasthan, Punjab and Jammu division of Jammu & Kashmir have extended into more parts of these states and also Haryana and northwest Madhya Pradesh. They have become severe in some parts of Punjab and Jammu division. Heat wave conditions have also developed over south-coastal Andhra Pradesh and north coastal Tamilnadu. These heat wave conditions are likely to continue for next two days and may extend into some parts of northwest and central India.

Source: IMD, GOI

Forex Rate on 28.04.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	44.97
European Union	Euro	56.41
Japan	100 Yen	39.39
United Kingdom	GBP	81.04

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