

OILSEED

10th April, 2006

Soybean and Mustard Improved on GM Crop Issue

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Soybean:

Indicators

1. Candlestick showing bullish market sentiments.
2. Prices closed slightly below 9-day and 18-day EMA showing bullish market sentiments.
3. %K is moving upward with % D line indicating bullish sentiments.
4. MACD is moving upward with its signal line in negative zone showing possibility of trend change.

Market advice:

Go long above 1205.00, target near 1211.20 and stop loss at 1201.00.

Support and Resistance Levels:

The current support levels are at 1195.00 and 1191.70 marks and resistance levels are at 1213.30 and 1219.00 marks as very short term.

NCDEX APRIL SOYBEAN CONTRACT



Soybean Future Closing price

Contract	7.04.06	8.04.06	Chg
April	1200.20	1206.0	+5.80

Expected Support and Resistance Levels

Contract	Supports	Resistances
April	1195.00	1213.30
	1191.70	1219.00

Commodity: RAPESEED

Mustard:

Indicators

1. Candlestick showings bullish market sentiments.
2. Prices closed below 9-day and 18-day EMA showing bullish market sentiments.
3. %K is moving upward with %D line indicating bullish market sentiments.
4. MACD is moving upward and approaching its signal line indicating possible bullish cross over.

Market advice:

Risk lovers can buy above 341.50, target near 342.90 and stop loss at 339.20.

Support and Resistance Levels:

The current support levels are at 337.90 and 336.50 marks and resistance levels are at 343.20 and 344.20.

NCDEX MAY MUSTARD CONTRACT



Mustard Future Closing price

Contract	7.04.06	8.04.06	Chg
May	338.50	342.00	+3.50

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	337.90	343.20
	336.50	344.20

DOMESTIC MARKET COMMENTARY

Soybean:

Plant delivery and Mandi rate improved significantly owing to the news of compulsory declaration of Imported Soy oil from different countries. This will results into some more paper work and cosequent delay in shipment. Soy oil will therefore expected to remain in the higher side till the pictures may get cleared, which will further provide underlying support to soybean. Plant delivery rate quoted at Rs. 1170-1185 + 4% tax on VAT and Mandi rate ranged from Rs. 1120-1135. Average arrivals remain 25000from MP, 25000 from Maharashtra and arrivals from Rajasthan remain at 5000 bags.

Rapeseed/Mustard:

Spot market improved significantly amidst low arrivals combined with the fact of declaration required by importers for GM crops. The prices are expected to move up for the same reason. The prices are already passing through its lowest prices and there are very less chances that spot market prices will observe any steep fall.

Status of Price & Supply of the New Crop 8.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1615-1620	6000-7000
Alwar(C)	1575	10000-12000
Delhi(C)	1650	1500
Agra(C) Katchi Ghani	1610	-
Sri Ganganagar (NC)	1425-1450	6000-7000
Kota (NC)	1450-1475	3000

Vayda Quotes

Mustard futures as on 8.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	338.3	338.2	341.9	338.1	+3.6	341.9
Hapur	MY	348.3	347.6	352.2	347.6	+3.9	352.2
Hisar	MY	-	-	-	-	-	-

M: Month; MY: May

Groundnut

Groundnut prices improved in Gujarat owing to demand from the retail end as well from Andhra Pradesh. Groundnut seed in Rajkot Mandi traded at Rs 345 per 20 kg and groundnut oil at Rs 462 per 10 kg. Removal of VAT from Groundnut in Gujarat is expected to have bearish impact in near term.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	8.04.06	7.04.06
Gr Kernel	2300*	2300*
Bolds 60/70	2650*	2650*
Javas 60/70	2850*	2850*
Javas 70/80	2725*	2725*
Javas 80/90	2625*	2625*

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

CBOT

Soy Futures Stumbeled in CBOT

May Soybeans settled down 6.25 cents at \$5.5775/bushel, 5.25 cent off the high and 0.75 cent up from the low. November Soybeans settled down 4.25 cent at \$5.8875/bushel which was 1.75 cent up from the low and 4 cent off the high. May Soymeal settled down \$1.6 at \$171.1/ton that was \$0.6 up from the low and \$0.9 off the high. May Soybean Oil closed down 0.13 cent at 22.54 cent/pound, 0.09 cent off the high and 0.09 cent up from the low. On the previous day soybean gained support from other markets but weakness in those markets leads to loosing strength in soybean. Last week's USDA prospective plantings report still have a bearish impact on the prices and helped to maintain its downtrend despite over sold market condition. For Monday's USDA Supply/Demand report, traders are expecting increase in ending stocks for the 2005/2006 season in the range of 570 to 575 million bushel level, up from last month's forecast of a record high 565 million bushels.

CBOT Soybean Futures as on 7.04.06

Month	PCP	O	H	L	Ch	Close
May 06	564.0	560.0	563.0	557.4	-6.4	557.6
July 06	578.0	577.0	577.0	572.0	-5.8	572.2

LATEST WEATHER WATCH: 8.04.06

Under the influence of an approaching western disturbance, scattered to fairly widespread rain /snow is likely to commence over Jammu & Kashmir and Himachal Pradesh during next 24 hrs. This activity is likely to increase on 9th and 10th and extend into Uttaranchal also. Isolated to scattered rain/ thunder showers may also occur over Punjab, Haryana including Delhi and north Rajasthan. Scattered rainfall activity accompanied with isolated hailstorm/ squall is likely to continue over northeastern States and Sub-Himalayan West Bengal & Sikkim during next 2-3 days. Heat wave conditions have set in over most parts of Rajasthan, some more parts of Madhya Pradesh and some parts of East Uttar Pradesh.

NORTH-WEST INDIA: Scattered to fairly wide spread rain/snow over Jammu & Kashmir and Himachal Pradesh. Isolated rain/snow also likely over Uttaranchal from 9th. Rain/thundershowers at a few places over Punjab and Haryana including Delhi on 9th & 10th. Mainly dry weather over the rest region. Decrease in temperature over plains of northwest India from 10th.

EAST INDIA: Rain/thundershowers accompanied with isolated hail/squall are likely at a few places over West Bengal & Sikkim and **isolated** over Bihar and coastal Orissa. Mainly dry weather is likely over rest region.

NORTHEAST INDIA: Rain/thundershowers with isolated hail/squall at few places over Arunachal Pradesh, Assam & Meghalaya and at isolated places over the rest region.

SOUTH INDIA: Weather will be mainly dry over the region except isolated rain/ thundershowers over south Tamil Nadu and Kerala.

WEST INDIA: Weather will be mainly dry over the region except isolated rain/thundershowers are likely over north Rajasthan on 9th & 10th.

CENTRAL INDIA: Weather will be mainly dry over the region. The day temperatures in this region are likely to increase further by 1-2° C with heat wave spreading over other parts of central India.

WARNING: Isolated heavy rainfall/snowfall at isolated places over Western Himalayan region.

Outlook for subsequent two days based on NCMRWF and other numerical weather products: Rainfall/snowfall activity is likely to decrease over the Western Himalayas.

Source: IMD, GOI

Forex Rate on 8.04.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.63
European Union	Euro	53.97
Japan	100 Yen	37.72
United Kingdom	GBP	77.75

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