

## OILSEED

28<sup>th</sup> April, 2006

### Soybean and Mustard Improve on GMO Issue

#### 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 is turning upward towards %D line indicating possible bullish cross over.
4. MACD is moving upward indicating bullish trend likely to continue.

###### Market advice:

Buy above 1299.60 target near 1313.60 and stop loss at 1295.60.

###### Support and Resistance Levels:

The current support levels are at 1294.50 and 1287.00 marks and resistance levels are at 1314.15 and 1322.60 marks as very short term.

##### NCDEX MAY SOYBEAN CONTRACT



###### Soybean Future Closing price

Contract	26.04.06	27.04.06	Chg
May	1291.9	1306.25	+14.35

###### Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1294.50	1314.15
	1287.00	1322.60

##### 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:

Risk lovers can go short below 346.60, target near 343.90 and stop loss at 348.25.

###### Support and Resistance Levels:

The current support levels are at 343.50 and 342.45 marks and resistance levels are at 346.55 and 347.52.

##### NCDEX MAY MUSTARD CONTRACT



###### Mustard Future Closing price

Contract	26.04.06	27.04.06	Chg
May	342.45	345.10	+2.65

###### Expected Support and Resistance Levels

Contract	Supports	Resistances
May	343.50	346.55
	342.45	347.50

#### DOMESTIC MARKET COMMENTARY

Indian Agribusiness Systems Pvt. Ltd., New Delhi

## Soybean:

NCDEX futures for May contract flare today on the news of Government's declaration on proper procedure for the shipment of GM oil and its by-product monitored by GEAC. 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. Physical market remains firmer as stocks are in stronger hands. Position of the plants getting strong day by day as they are not getting enough seeds for crushing and working for only limited period. Plant delivery rate quoted at Rs. 1265-1290 + 4% VAT and Mandi rate improved significantly and ranged between 1200-1210. Very low arrivals observed today amid Amavasya and ranged between 15000 bags from MP while arrivals from Maharashtra and Rajasthan varied between 10000-15000 and 7000-8000 respectively.

## Rapeseed/Mustard:

NCDEX Mustard May contract improves today on speculative buying and got additional strength on procurement by various agencies. GMO issue also provided additional strength. The prices are expected to remain range bound in coming days with both side movement. Plants are coming forward for procurement for crushing as they are getting parity amid high rate of soy oil and soybean seeds in the Mandi. More and more plants started crushing as NAFED hired the closed plants. Spot market remains range bound in most of the places in lack of any major news. Huge arrivals still flush in the market attracted local stockiest to stock for the lean season. 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 27.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1640-1660	15000
Alwar(C)	1590-1600	4000-5000
Delhi(C)	1700	2000
Agra(C)/Katchi Ghani	1740/3925/(Q)	-
Sri Ganganagar (NC)	1500	5000
Kota (NC)	1480-1500	6500

## Vayda Quotes

### Mustard futures as on 27.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	342.3	343.5	344.9	343.0	+2.6	344.9
Hapur	MY	351.7	352.5	354.2	352.0	+2.5	354.2

M: Month; MY: May; JU: June

## Groundnut

Groundnut prices remain range bound in Gujarat Mandi, as there was not 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 expected to improve in coming days. Groundnut seed in Rajkot Mandi traded at Rs 352 per 20 kg and groundnut oil at Rs 466-447+4%VAT per 10 kg. Overall sentiments are expected to remain mixed and will much depend on the futures marked

prices of other oils. Arrivals of seed are recorded nearly at 30000 bags in Gujarat Mandi.

## CBOT

### CBOT Soy Futures Decline on Weather Concern

July Soybeans settled down 3.25 cent at \$5.90/bushel, 4 cent off the high and 2.50 cent up from the low. November Soybeans settled down 3.50 cent at \$6.1025/ bushel, which was 2 cent up from the low and 3.75 cent off the high. July Soymeal settled down \$0.8 at \$173.6/ton which was \$0.6 up from the low and \$1.2 off the high. July Soybean Oil closed down 0.06 cent at 25.2 cent/pound, 0.1 cent off the high and 0.19 cent up from the low. Idea in the market about correction over sold region to the neutral region help to weaken the market initially. Wet weather in the central and eastern regions is expected to delay the planting of corns which pressure soybeans and support the corn market. If there will be delay in planting corn then there would be meager chances of planting extra corn and thereby the extra area would shift towards soybeans. The burgeoning ending stocks for the 2005/2006 season and expected further increase in the stocks further added to its bearish tone. For the weekly export sales report, traders are expecting soybean sales near 200,000-300,000 tonnes as compared to 194,600 tonnes last week. Meal sales are expected hover around 75,000-125,000 tonnes and oil sales near 0-10,000 tonnes. For the Census crush report, traders are expecting March crush near 148.5 to 149.5 million bushels compared to 148.5 million last year. Meal stocks are expected near 310,000 tonnes and oil stocks near 2.765 billion pounds.

### CBOT Soybean Futures as on 26.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	579.4	578.0	578.4	574.0	-3.6	575.6
July 06	593.2	593.0	594.0	587.4	-3.2	590.0

## LATEST WEATHER WATCH: 27.04.06

The cyclonic storm "Mala" over southeast Bay of Bengal has intensified into a severe cyclonic storm and lies centred today at 0830 hours IST near Lat 12.5 °N, Long 90.5°E about 250 Km westnorth-west of Port Blair. The system is likely to intensify further and may ultimately move towards Arakan coast during next 72 hours. Under its influence, fairly widespread rain/thundershowers with isolated heavy to very heavy falls and squally weather are likely over and off Andaman & Nicobar Islands during next 2 days. Heat wave conditions continue to prevail over isolated pockets of North Rajasthan, Punjab, Jammu division of Jammu & Kashmir and northwest Madhya Pradesh where day temperatures are 42-44°C. Day temperatures are around 40-42°C over remaining parts of northwest India, central India and adjoining east India and parts of Andhra Pradesh. With the expected increase in day temperatures the heat wave conditions are likely to extend into more parts of northwest India and central India during next 2 days.

Source: IMD, GOI

## Forex Rate on 27.04.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.06
European Union	Euro	56.07
Japan	100 Yen	39.29
United Kingdom	GBP	80.42

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