

OILSEED

26th April, 2006

Soybean Decline and Mustard Remain Indecisive

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Soybean:

Indicators

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

Market advice:

Buy above 1296.35 target near 1305.0 and stop loss at 1292.0..

Support and Resistance Levels:

The current support levels are at 1289.60 and 1277.75 marks and resistance levels are at 1316.00 and 1325.00 marks as very short term.

NCDEX MAY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	24.04.06	25.04.06	Chg
May	1305.30	1298.00	-7.30

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1289.60	1316.00
	1277.75	1325.00

Commodity: RAPESEED

Mustard:

Indicators

1. Candlestick showing indecisive market sentiments.
2. Prices closed above 9-day and 18-day EMA showing bullish market sentiments.
3. %K line is moving upward with %D line indicating bullish sentiments.
4. MACD is moving upward with its trigger line indicating bullish sentiments.

Market advice:

Go long above 342.60, target near 344.40 and stop loss at 341.50.

Support and Resistance Levels:

The current support levels are at 342.15 and 341.40 marks and resistance levels are at 345.65 and 346.55.

NCDEX MAY MUSTARD CONTRACT



Mustard Future Closing price

Contract	24.04.06	25.04.06	Chg
May	344.15	343.60	-0.50

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	342.15	345.65
	341.40	346.55

DOMESTIC MARKET COMMENTARY

Soybean:

Futures market decline today on short covering and profit booking. Consolidation was expected at this juncture due to abrupt movement in last two days. Prices expected to improve on medium term as the physical market is firm. Physical market remain still on the higher end as the stocks are in stronger hands. High demand from the plants for crushing still maintain the high levels of bean as more and more crushing are going on. Plant delivery rate quoted at Rs. 1260-1280 + 4% VAT and Mandi rate improved significantly and ranged between 1130-1140. Moderate arrivals could be observed from different regions as stockist are releasing the stocks for fetching premiums and ranged between 25000 bags from MP while arrivals from Maharashtra and Rajasthan varied between 20000-25000 and 7000-8000 respectively.

Rapeseed/Mustard:

Mustard remain indecisive today and observed both side movements amid huge arrivals counter the force of procurement by different agencies. A consolidation was expected at this level as the prices were enough high to take a correction. Plants are coming forward for crushing as they are getting parity amid high rate of soy oil and soybean seeds in the Mandi. Procurement by NAFED also provided underlying support. Spot market remain steady in most of the places along with slight improvement in few region. 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 300000-325000 bags.

Status of Price & Supply of the New Crop 25.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1660-1665	25000
Alwar(C)	1580-1590	6000-7000
Delhi(C)	1700	1500
Agra(C)/Katchi Ghani	1725/3850/(Q)	-
Sri Ganganagar (NC)	1510	5000
Kota (NC)	1450-1460	10000-15000

Vayda Quotes

Mustard futures as on 25.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	343.7	343.3	343.3	342.2	-1.4	342.3
Hapur	MY	352.6	351.8	352.2	350.0	-1.6	351.0

M: Month; MY: May; JU: June

Groundnut

Groundnut prices remain range bound in Gujarat Mandi owing to low demand from the consumers. Seed improved while oil decline slightly. Shortage of seed in the market results into improved sentiments in the physical market. It is expected that the prices are expected to remain range bound and waiting for any news to react. Groundnut seed in Rajkot Mandi traded at Rs 352 per 20 kg and groundnut oil at Rs 468+VAT per 10 kg. Sentiments are expected to remain mixed and will much depend on the futures marked prices of other oils. Arrivals are observed in the range of 30000 bags in Gujarat Mandi.

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CBOT

CBOT Soy Futures Remain Mixed

July Soybeans settled up 5 cent at \$5.8825/bushel, 9.75 cent off the high and 4.25 cent up from the low. November Soybeans closed up 5.25 cent at \$6.0925/bushel, which was 4.50 cent up from the low and 8.75 cent off the high. July Soymeal settled up \$2.2 at \$174.2/ton that was \$2.1 up from the low and \$2.3 off the high. July Soybean Oil closed down 0.1 cent at 24.96 cent/pound, 0.49 cent off the high and 0.21 cent up from the low. Initial breakthrough could be seen as the November soybean gain 14 cents amid weakness in dollar combined with short coverage and active fund buying. Later on the market observed sluggish movement as the fund buyers remain stale and the market remain slightly higher compared to the previous day close. The direction of futures of soybean in CBOT will much depends on the chances of shifting of soybean area with corn in next few weeks, thereby reducing the total acreage of soybean. The Commitment-of-Traders report reveals dominance of net short position by the speculators and short coverage. Weekly export inspections remain at 9.16 million bushels compared to the trade expectation between 9-15 million bushels.

CBOT Soybean Futures as on 24.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	569.6	575.0	583.4	571.4	+4.4	574.2
July 06	583.2	590.0	598.0	585.4	+5.0	588.2

LATEST WEATHER WATCH: 25.04.06

The low pressure area over southeast Bay of Bengal and adjoining south Andaman Sea has concentrated into a depression and lies central today morning at 0830 hours IST over southeast Bay of Bengal near Lat 9.5 °N, Long 90.5 °E about 350 Km southwest of Port Blair. The system is likely to intensify further and move initially in a northwesterly direction. 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. However, the east coast of India is not likely to be affected during next 3 days. Mainly dry weather conditions continued to prevail over the country except widespread rain/thundershowers over the Bay islands and isolated over West Bengal & Sikkim and northeastern states. This scenario is likely to continue for next 2-3 days. Day temperatures are above 40°C over parts of Rajasthan, western Haryana, Madhya Pradesh, Chhattisgarh, Maharashtra and Telangana. The day temperatures over these areas are likely to increase further by 2-3°C. Heat wave conditions may set in over parts of Rajasthan, western Haryana and Telangana during next 1-2 days. **Source: IMD, GOI**

Forex Rate on 25.04.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	44.83
European Union	Euro	55.50
Japan	100 Yen	39.10
United Kingdom	GBP	80.09

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