

OILSEED

22nd April, 2006

Soybean and Mustard Witness Choppy Trade

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Soybean:

Indicators

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

Market advice:

Buy above 1262.50 target near 1269.50 and stop loss at 1258.30.

Support and Resistance Levels:

The current support levels are at 1259.00 and 1254.00 marks and resistance levels are at 1274.40 and 1277.00 marks as very short term.

NCDEX MAY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	20.04.06	21.04.06	Chg
May	1265.60	1264.10	-2.70

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1259.00	1274.40
	1254.00	1277.00

Commodity: RAPESEED

Mustard:

Indicators

1. Candlestick showing slightly bullish market sentiments.
2. Prices closed below 9-day and 18-day EMA showing slightly bearish market sentiments.
3. %K line is moving downward with %D line indicating bearish sentiments.
4. MACD made bearish cross over with its trigger line indicating possible trend change.

Market advice:

Risk lovers can go long above 341.00, target near 343.00 and stop loss at 339.80.

Support and Resistance Levels:

The current support levels are at 340.00 and 339.00 marks and resistance levels are at 344.25 and 345.50.

NCDEX MAY MUSTARD CONTRACT



Mustard Future Closing price

Contract	20.04.06	21.04.06	Chg
May	340.40	341.00	+0.85

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	340.00	344.25
	339.00	345.50

DOMESTIC MARKET COMMENTARY

Soybean:

Futures market remain indecisive with both side movements amid choppy trade. Prices expected to improve on near 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 rates of bean as more and more crushing are going on. Plant delivery rate quoted at Rs. 1230-1240 + 4% VAT and Mandi rate improved significantly and ranged between 1180-1200. Moderate arrivals could be observed from different regions as stokiets are releasing the stocks for fetching premiums and ranged between 25000-30000 bags from MP while arrivals from Maharashtra and Rajasthan varied between 20000-25000 and 7000-9000 respectively.

Rapeseed/Mustard:

Mustard traded choppy today in futures market with both side movement amid both side forces pulling towards each other. Finally the prices stayed in the higher levels. Procurement by NAFED also provided underlying support. Spot market remain range bound along with slight decline. 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. Average arrivals remain at 300000.

Status of Price & Supply of the New Crop 21.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1625-1630	25000
Alwar(C)	1530-1535	7000
Delhi(C)	1680-1685	2000
Agra(C)/Katchi Ghani	1690/3800/(Q)	-
Sri Ganganagar (NC)	1470-1475	5000
Kota (NC)	1450-1510	15000

Vayda Quotes

Mustard futures as on 21.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	339.4	339.4	340.5	338.8	0	339.4
Hapur	MY	349.1	348.6	349.1	348.5	0	349.1

M: Month; MY: May; JU: June

Groundnut

Groundnut prices decline slightly in Gujarat Mandi owing to low demand and expected huge Rabi production. Prices are expected to follow other oils and remain in tandem with them. Groundnut seed in Rajkot Mandi traded at Rs 347 per 20 kg and groundnut oil at Rs 460-462+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 35000-40000 bags in Gujarat Mandi.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	21.04.06	20.04.06
Gr Kernel	2365*	2375*

Bolds 60/70	2720*	2720*
Javas 60/70	2925*	2925*
Javas 70/80	2825*	2825*
Javas 80/90	2725*	2725*

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

CBOT

Oil Firm, Soybean and Meal Decline in CBOT

May Soybeans settled down 2.75 cent at \$5.7125/bushel, 4.50 cent off the high and 5 cent up from the low. November Soybeans settled down 2.25 cent at \$6.0525/bushel, which was 5.25 cent up from the low and 4.75 cent off the high. May Soybean Oil closed up 0.25 cent at \$24.14 cent/pound, 0.06 cent off the high and 0.56 cent up from the low. Slow weekly export sales data had a bearish impact over the market. Steep fall in the precious metals like gold and silver also influence the prices of soybean to go down. Weekly US export sales for soybeans remain much below at 194600 metric tonnes as compared to trade expectations between 200000-350000. Meal sales remain at 143000 metric tonnes well within the the range of trade expectations of 60000-110000. Soy oil also remain in the range of trade expectation at 2800 metric tonnes as compared to the expectations between 1000-6000. Argentina officials revised their 2005/2006 soybean crop from 39.50 million tonnes to slightly higher at 40 million tonnes. Brazil officials are assisting the producers by announcing relief package which could ease the distressed selling by soybean growers.

CBOT Soybean Futures as on 20.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	574.0	572.0	575.0	566.2	-2.6	571.2
July 06	587.6	586.0	588.6	580.0	-2.4	585.2

LATEST WEATHER WATCH: 21.04.06

The rainfall activity has remained subdued over most parts of the country except scattered rain/ thundershowers over south peninsula and northeastern States. Thundershowers activity over south peninsula is likely to continue for next 3 days. The thundershowers activity over northeast states is likely to increase from 24th for 2-3 days. Day temperatures have increased by 1-2 °C over most parts of the country. This tendency is likely to continue for next 2-3 days, however, there are no chances of development of Heat Wave over any part of the country during next 2days.

Source: IMD, GOI

Forex Rate on 21.04.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.09
European Union	Euro	55.40
Japan	100 Yen	38.33
United Kingdom	GBP	80.15

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