

OILSEED

13th April, 2006

Soybean and Mustard Slipped on Speculation

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Soybean:

Indicators

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

Market advice:

Risk lovers can sell below 1243.50 target near 1238.50 and stop loss at 1246.50.

Support and Resistance Levels:

The current support levels are at 1235.50 and 1231.20 marks and resistance levels are at 1250.50 and 1255.20 marks as very short term.

NCDEX MAY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	11.04.06	12.04.06	Chg
May	1242.50	1242.00	-0.50

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1235.50	1250.50
	1231.20	1255.20

Commodity: RAPESEED

Mustard:

Indicators

1. Candlestick showings bearish market sentiments.
2. Prices closed above 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 indicating trend likely to continue.

Market advice:

Risk lovers can buy above 342.00, target near 343.70 and stop loss at 340.95.

Support and Resistance Levels:

The current support levels are at 341.75 and 340.75 marks and resistance levels are at 345.50 and 346.60.

NCDEX MAY MUSTARD CONTRACT



Mustard Future Closing price

Contract	11.04.06	12.04.06	Chg
May	343.60	342.40	-1.20

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	341.75	345.50
	340.75	346.60

DOMESTIC MARKET COMMENTARY

Soybean:

Futures market taken a dip in technical ground and likely to recover again in coming days. Physical market remain tight since after imposition of VAT. Plant delivery rate quoted high at Rs. 1190-1205 + 4% tax VAT and Mandi rate varied between 1140-1160. Arrivals remain still high than expected, as stockists are releasing stock. Average arrivals from MP remain 25000-3000 bags while from Maharashtra and Rajasthan it varied between 30000 and 7000-8000 respectively.

Rapeseed/Mustard:

Spot market improved slightly amidst low arrivals combined with the fact of compulsory declaration required by importers for GM crops. Futures market decline amid speculative selling. The prices are expected to remain range bound with slight decline in spot while futures market is expected to remain rangebound with slight improvement.

Status of Price & Supply of the New Crop 12.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1640-1645	15000
Alwar(C)	1575-1600	7000
Delhi(C)	1700	1000
Agra(C)	1750	-
Sri Ganganagar (NC)	1490-1500	5000
Kota (NC)	1500-1540	5000

Vayda Quotes

Mustard futures as on 12.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	344.2	344.2	344.2	342.3	-1.9	342.3
Hapur	MY	353.6	353.0	354.3	352.1	-1.3	352.3

M: Month; MY: May; JU: June

Groundnut

Groundnut prices observed mixed sentiments in Gujarat Mandi owing to slacking demand from the retail end while still there is some demand from Andhra Pradesh. Groundnut seed in Rajkot Mandi traded at Rs 350 per 20 kg and groundnut oil at Rs 467+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 30000-35000 bags in Gujarat Mandi.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	12.04.06	11.04.06
Gr Kernel	2390*	2390*
Bolds 60/70	2700*	2650*
Javas 60/70	2920*	2875*
Javas 70/80	2820*	2750*

Javas 80/90	2720*	2650*
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*Plus Tax / Against Form, X CST Paid, @ VAT Exempted

CBOT

CBOT Soy Futures Rekindle on Speculation

May Soybeans closed up 7.25 cent at \$5.6225/bushel, 1 cent off the high and 9.25 cent up from the low. November Soybeans settled up 8.75 cent at \$5.955/bushel, which was 10.75 cent up from the low and 0.50 cent off the high. May Soymeal settled up \$2.8 at \$171.2/ton that was \$2.8 up from the low and \$0.3 off the high. May Soybean Oil closed up 0.33 cent at 22.96 cent/pound, 0.06 cent off the high and 0.19 cent up from the low. The market was passing through oversold condition and combined with the fact of better weather condition for planting corn may leads to increase its area and thereby curtail the soybean planting area might provided strength in the market. Short term covering of noted buyers thought to be near 7000 contracts. Idea in the market about China demand for long term as well as for short term may provided underlying support to the market. Iran is tendering to buy 20,000 tonnes of soyoil from Brazil. Strength in gold and other commodity markets would also support the soybean as well.

CBOT Soybean Futures as on 11.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	555.2	559.0	563.4	553.2	+7.2	562.4
July 06	569.0	572.4	577.4	567.2	+8.0	577.0

LATEST WEATHER WATCH: 12.04.06

Scattered thundershowers have continued over northeastern states. Cherrapunji in Meghalaya has received 21cms rainfall during past 24 hrs. This scenario is likely to continue during next 3 days also. Heat wave conditions have abated from Jharkhand and Chhattisgarh also. Day temperatures over Bihar, Jharkhand and north Orissa are likely to remain 2-3°C above normal and below normal by 2-3 °C over northeastern States. They may remain near normal over rest parts of the country.

Source: IMD, GOI

Forex Rate on 12.04.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.93
European Union	Euro	54.58
Japan	100 Yen	38.03
United Kingdom	GBP	78.60

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