

**OILSEED**

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

**Soybean Bears the Heat of Speculation, Mustard Remain Firm**

## 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 bearish cross over with %D line indicating bearish sentiments.
4. MACD is moving upward with its signal line with divergence indicating trend likely to continue.

#### Market advice:

Buy above 1244.25 target near 1249.15 and stop loss at 1241.30.

#### Support and Resistance Levels:

The current support levels are at 1238.00 and 1232.00 marks and resistance levels are at 1255.35 and 1259.35 marks as very short term.

#### NCDEX MAY SOYBEAN CONTRACT



#### Soybean Future Closing price

Contract	13.04.06	14.04.06	Chg
May	1242.05	1245.05	+2.55

#### Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1238.00	1255.35
	1232.00	1259.35

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

#### Market advice:

Risk lovers can buy above 343.00, target near 344.75 and stop loss at 341.90.

#### Support and Resistance Levels:

The current support levels are at 340.80 and 339.85 marks and resistance levels are at 345.70 and 347.10.

#### NCDEX MAY MUSTARD CONTRACT



#### Mustard Future Closing price

Contract	13.04.06	14.04.06	Chg
May	341.00	344.00	+3.0

#### Expected Support and Resistance Levels

Contract	Supports	Resistances
May	340.80	345.70
	339.85	347.10

## DOMESTIC MARKET COMMENTARY

### Soybean:

Futures moved on both side and remain indecisive on speculation. Prices expected to improve on near term as the physical market is firm. Physical market remain tight since after imposition of VAT but marginally decline amid clouser of Mandi in Indore. Plant delivery rate quoted at Rs. 1195-1200 + 4% tax VAT and Mandi rate varied from 1140-1170. Most of the Mandi remain closed on Good Friday and other festivals and scattered arrivals could be witnessed from different regions. 2000 bags arrived in Indore Mandi while 7000-8000 bags arrived from Rajasthan.

### Rapeseed/Mustard:

Mustard seed in futures market got strength from stockiest as well as few MNC's. Procurement by NAFED also provided underlying support. Spot market improved slightly and moderate arrivals in the market attracted local stockiest to stock for the lean season. Private companies like ITC, Adani groups etc are taking interests in the Mandis and procuring the seeds. MNC's also keen for procuring the mustard from local Mandi. Therefore the prices expected to move upward in a range bound fashion.

### Status of Price & Supply of the New Crop 14.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1635-1640	20000
Alwar(C)	1550-1560	7000
Delhi(C)	1690	1000
Agra(C)	1750	-
Sri Ganganagar (NC)	1470-1575	5000
Kota (NC)	1500-1540	8000

### Vayda Quotes

#### Mustard futures as on 14.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	340.5	341.3	343.5	341.3	+2.8	343.3
Hapur	MY	352.3	351.75	352.0	350.2	-1.55	350.75

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 470+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 40000 bags in Gujarat Mandi.

### Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	14.04.06	13.04.06
Gr Kernel	2385*	2385*
Bolds 60/70	2700*	2700*
Javas 60/70	2925*	2925*

Indian Agribusiness Systems Pvt. Ltd., New Delhi

Javas 70/80	2825*	2825*
Javas 80/90	2725*	2725*

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

## CBOT

### CBOT Soy Futures Remain Mixed

May Soybeans settled up 2.50 cent at \$5.63/bushel, 2 cent off the high and 3.75 cent up from the low. November Soybeans settled up 2.25 cent at \$5.9625/bushel, which was 4.25 cent up from the low and 1 cent off the high. May Soymeal settled up \$1.5 at \$173.4/ton that was \$1.3 up from the low and \$0.1 off the high. May Soybean Oil closed down 0.08 cent at 22.56 cent/pound, 0.23 cent off the high and 0.01 cent up from the low. Appropriate weather condition for increased corn planting acreage, thereby reducing the corresponding soybean area leads to the early bounce in the market. Market would also got strength from the export sales data released on Thursday. data Weekly US export sales for soybeans came well within the range on the higher side at 2.105 million metric tonnes as compared to trade expectations between 1.9-2.35 million tonnes. Meal sales remain at 85,300 metric tonnes as compared to trade expectations between 50,000-100,000. Oil sales were reduced to just 700 metric tonnes as compared to trade expectations between 20,000-30,000. For Monday's NOPA monthly crush report traders are expecting for March crush near 140.8 million bushels from 130 million in February.

### CBOT Soybean Futures as on 13.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	560.6	562.4	565.0	561.4	+2.4	563.0
July 06	574.8	576.4	578.6	575.6	+2.6	577.4

## LATEST WEATHER WATCH: 14.04.06

Mainly dry weather prevailed over most parts of the country except isolated rain/ thunder showers occurred over northeastern states. Gangetic West Bengal, South Tamil Nadu, Kerala and Nicobar Islands. The rainfall activity over northeastern states, Sub-Himalayan West Bengal & Sikkim is likely to decrease during next 2-3 days. Under the influence of an approaching western disturbance, scattered rain/ snow activity likely to commence over Jammu & Kashmir from 15<sup>th</sup> and increase and extend subsequently into Himachal Pradesh and Uttaranchal. Increase rain/ thundershowers activity over peninsular India during 15<sup>th</sup> to 17<sup>th</sup>.

Source: IMD, GOI

### Forex Rate on 14.04.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.30
European Union	Euro	54.88
Japan	100 Yen	38.27
United Kingdom	GBP	78.45

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