

## OILSEED

21<sup>st</sup> April, 2006

### Soybean Improved and Mustard Decline on Speculation

#### TECHNICAL ANALYSIS

##### Commodity: SOYBEAN

###### Soybean:

###### Indicators

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

###### Market advice:

Buy above 1262.45 target near 1270.25 and stop loss at 1257.77.

###### Support and Resistance Levels:

The current support levels are at 1245.95 and 1239.20 marks and resistance levels are at 1273.35 and 1279.55 marks as very short term.

##### NCDEX MAY SOYBEAN CONTRACT



##### Soybean Future Closing price

Contract	19.04.06	20.04.06	Chg
May	1249.80	1265.00	+15.20

##### Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1245.95	1273.35
	1239.20	1279.55

##### Commodity: RAPESEED

###### Mustard:

###### Indicators

1. Candlestick showing indecisive market sentiments.
2. Prices closed below 9-day and 18-day EMA showing bearish market sentiments.
3. %K line is moving downward with %D line indicating bearish sentiments.
4. MACD is turning downward indicating possible bearish cross over.

###### Market advice:

Buy above 340.20, target near 342.00 and stop loss at 339.10.

###### Support and Resistance Levels:

The current support levels are at 338.85 and 337.00 marks and resistance levels are at 342.45 and 344.20.

##### NCDEX MAY MUSTARD CONTRACT



##### Mustard Future Closing price

Contract	19.04.06	20.04.06	Chg
May	339.90	340.70	+0.50

##### Expected Support and Resistance Levels

Contract	Supports	Resistances
May	338.85	342.45
	337.00	344.20

## DOMESTIC MARKET COMMENTARY

### Soybean:

Futures improved and got strength from the physical market. Prices expected to improve on near term as the physical market is firm. Physical market remain tight as demand remain high from the plants. 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. 1200-1240 + 4% VAT and Mandi rate improved significantly and ranged between 1180-1200. Moderate arrivals could be observed from different regions as stokiists are releasing the stocks for fetching premiums and ranged between 25000 bags from MP while arrivals from Maharashtra and Rajasthan varied between 25000 and 7000-8000 respectively.

### Rapeseed/Mustard:

Mustard closely followed soy oil and impact of reducing import duty could be clearly seen. Mustard seed in futures market also decline on speculation. 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. Therefore the prices expected to move upward in a range bound fashion.

### Status of Price & Supply of the New Crop 20.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1625-1630	25000
Alwar(C)	1525-1530	7000
Delhi(C)	1685	2000
Agra(C)/Katchi Ghani	1690/3800/(Q)	-
Sri Ganganagar (NC)	1500	5000
Kota (NC)	1450-1500	10000

### Vayda Quotes

#### Mustard futures as on 20.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	339.0	339.6	340.7	339.2	+0.4	339.4
Hapur	MY	349.4	349.75	350.5	348.7	-0.3	349.1

M: Month; MY: May; JU: June

### Groundnut

Groundnut prices remain steady in Gujarat Mandi owing to low demand. Prices are expected to follow other oils and remain in tandem with them. Groundnut seed in Rajkot Mandi traded at Rs 348 per 20 kg and groundnut oil at Rs 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)
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	20.04.06	19.04.06
Gr Kernel	2375*	2375*
Bolds 60/70	2720*	NT
Javas 60/70	2925*	NT
Javas 70/80	2825*	NT
Javas 80/90	2725*	NT

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

### CBOT

#### CBOT Soy Futures Remain Mixed

May Soybeans settled down 1.50 cent at \$5.74/bushel, 2.50 cent off the high and 5 cent up from the low. November Soybeans settled down 2.25 cent at \$6.075/bushel which was 4.25 cent up from the low and 3 cent off the high. May Soybean meal settled down \$2.3 at \$175.4/ton that was \$1.6 up from the low and \$2.4 off the high. May Soybean Oil closed up 0.64 cent at 23.89 cent/pound, 0.12 cent off the high and 0.53 cent up from the low. No new development combined with the fact of lack of any support for previous day's rise helped to weaken the market. Buyers were not active during the session and thereby weakening the sentiments. Soybean oil got support from active fund buying amid surge in crude oil prices. Steep decline in the meal prices further added to bearish tone into the market. For weekly export sales reports by USDA, traders are expecting soybean exports near 200,000-350,000 tonnes as compared to 2.104 million tonnes last week. Meal sales are expected near 60,000-110,000 tonnes with oil sales near 1,000-6,000 tonnes.

#### CBOT Soybean Futures as on 19.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	575.4	575.4	576.4	569.0	-1.4	574.0
July 06	589.6	589.0	590.6	583.0	-2.0	587.6

### LATEST WEATHER WATCH: 20.04.06

The rainfall activity has decreased considerably over east and northeastern States. This activity is likely to remain subdued except isolated rain/thundershowers are likely over Arunachal Pradesh and Assam. A general increase in day temperatures is likely over the country during next 3-4 days. Day temperatures have increased by 1-2 °C over most parts of the country. This tendency is likely to continue for next 3-4 days, however, there are no chances of development of Heat Wave over any part of the country during next 3 days.

Source: IMD, GOI

### Forex Rate on 20.04.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.15
European Union	Euro	55.72
Japan	100 Yen	38.37
United Kingdom	GBP	80.74

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