

OILSEED

1st May, 2006

Soybean and Mustard Reacted on Hike in Tariff on Palm Oil

TECHNICAL ANALYSIS

Commodity: SOYBEAN

Soybean:

Indicators

1. Candlestick bullish market sentiments.
2. Prices closed above 9-day and 18-day EMA showing bullish market sentiments.
3. %K line moved in over bought region and %D line lag behind it indicating possible correction.
4. MACD is moving upward indicating bullish trend likely to continue.

Market advice:

Sell below 1335.00 target near 1321.00 and stop loss at 1342.00.

Support and Resistance Levels:

The current support levels are at 1314.00 and 1306.00 marks and resistance levels are at 1344.00 and 1353.00 marks as very short term.

NCDEX MAY SOYBEAN CONTRACT



Soybean Future Closing price

Contract	28.04.06	29.04.06	Chg
May	1321.30	1330.35	+9.05

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	1314.00	1344.00
	1306.00	1353.00

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 reached in over sold territory indicating possible correction.
4. MACD is moving upward indicating trend likely to continue.

Market advice:

Sell below 350.00, target near 347.10 and stop loss at 351.45.

Support and Resistance Levels:

The current support levels are at 347.10 and 345.00 marks and resistance levels are at 350.90 and 352.70.

NCDEX MAY MUSTARD CONTRACT



Mustard Future Closing price

Contract	28.04.06	29.04.06	Chg
May	347.90	349.50	+1.60

Expected Support and Resistance Levels

Contract	Supports	Resistances
May	347.10	350.90
	345.00	352.70

DOMESTIC MARKET COMMENTARY

Soybean:

NCDEX futures for May contract rally up today on recent tariff hike on palmolein and palm oil. The market at this juncture is risky and may take possible correction. Physical market getting firm day by day. Strength in soy oil and huge demand of DOC could be the possible reason for firmness in physical market. Plant delivery rate quoted at Rs. 1290-1300 + 4% VAT and Mandi rate improved significantly and ranged between 1250-1255. Moderate arrivals hit the various market and ranged between 20000 bags from MP while arrivals from Rajasthan varied between 7000-8000 while Maharashtra market remain closed.

Rapeseed/Mustard:

NCDEX Mustard May contract improve slightly today on the news of hike in tariff rate on palm and palmolein. GMO issue also provided additional strength. The prices are expected to take a correction in coming days as the oscillators are indicating towards it. Reduced arrivals (due to local festival in the Rajasthan) in various centers results into firmness in the prices in the spot market. Active participation of private and government agencies results into strengthening the local market. Local stockists are also coming forward for the procurement. The prices are expected to improve in the physical in coming days. Average arrivals remain at 200000 bags.

Status of Price & Supply of the New Crop 29.04.06

Markets	Prices Rs/Qtl)	Arrivals (Bags)
Jaipur (C)	1710	12000-14000
Alwar(C)	1625	6000-7000
Delhi(C)	1750	2000
Agra(C)/Katchi Ghani	1750/4000/(Q)	-
Sri Ganganagar (NC)	-	-
Kota (NC)	1540-1560	2000-2500

Vayda Quotes

Mustard futures as on 29.04.06

Spot	M	PCP	O	H	Low	Ch	C
Delhi	MY	347.5	348.0	349.6	348.0	+1.5	349.0
Hapur	MY	356.3	357.0	358.6	356.5	+0.4	356.7

M: Month; MY: May; JU: June

Groundnut

Groundnut prices remain range bound in Gujarat Mandi, as there was not demand observed from the retail end. Seed remain steady while oil increased slightly. It is expected that

the oil prices are expected to improve in near terms slightly as soy oil expected to improve in coming days. Groundnut seed in Rajkot Mandi traded at Rs 352 per 20 kg and groundnut oil at Rs 470 + 4%VAT per 10 kg. Overall sentiments are expected to remain mixed and will much depend on the futures marked prices of other oils. Arrivals of seed are recorded nearly at 30000 bags in Gujarat Mandi.

CBOT

CBOT Soy Futures Rally Up

July Soybeans settled up 10.50 cent at \$6.01/bushel, 13 cent off the high and 12 cent up from the low. November Soybeans settled up 11.25 cent at \$6.2075/bushel, which was 11.75 cent up from the low and 8.25 cent off the high. July Soybean Oil settled up \$1.8 at \$173.7/ton that was \$0.2 up from the low and \$3.3 off the high. July Soybean Oil closed up 0.07 cent at 25.72 cent/pound, 0.85 cent off the high and 0.17 cent up from the low. Gap higher opening and strength then after in soybean oil helped to boost the prices of the other soy complex amid short covering rally. Strength in bullions and other commodity markets gives additional support to soybean. Fund buyers dominated the session and were noted buyers of at least 10,000 contracts into the mid-session. Commitment-of-Traders report with reveals a record net short position from speculators for the first week of April and therefore it is expected that short covering is expected at this stage. Heavy rains are likely to over western cornbelt in coming days which may halt down the corn plantings. Bio-diesel demand is expected to increase in coming days which supported the soybean oil.

CBOT Soybean Futures as on 28.04.06

Months	PCP	Open	High	Low	Change	Close
May 06	575.2	598.0	598.0	585.0	+12.0	587.2
July 06	590.4	614.0	614.0	598.0	+10.4	601.0

LATEST WEATHER WATCH: 29.04.06

Due to duststorm/thunderstorm activity over plains of northwest India temperatures have fallen down and heat wave conditions have abated from northwest Madhya Pradesh, Punjab and Haryana. However, they continue to prevail over north Rajasthan. Heat wave conditions also continue to prevail over south-coastal Andhra Pradesh and north coastal Tamilnadu. These heat wave conditions are likely to continue for next two days.

Source: IMD, GOI

Forex Rate on 29.04.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.97
European Union	Euro	56.81
Japan	100 Yen	39.50
United Kingdom	GBP	82.10

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