

OILSEED DAILY

JUNE 13, 2006

SOYBEAN

SPOT MARKETS

The prices remained strong at the domestic spot market due to higher soyoil prices and good demand coupled with restricted arrival today. The strength in soyoil prices also kept pressure on soybean prices. The up coming demand of soybean seed for sowing provided some underlying support to the market but to some extent. The prices are likely to trade slight up in coming days as per the traders.

FUTURES MARKETS:

NCDEX soybean futures traded firm on speculative buying and good spot prices. The strength in the spot market is continuing to support to the futures market. The market hovered up following strong opening and settled on mostly higher side due to speculative buying. The most active July contract traded between 1324.90-1335.95 and finally settled at 1333.90.

PRICE DRIVERS:

Bullish:

1. Restricted soy seed s stocks
2. Considerable sowing demand.
3. Weak arrival.
4. Good soyoil demand.

Bearish:

1. Less demand of DOC for export
2. Low crushing margin

Weather

Early advances of monsoon result into early planting of soybean and expected to have good crops.

TECHNICALS

White long candlesticks pattern is hinting to upward ness of prices. %K line is going to up after made a bullish crossover with its %D line from down. The MACD is going to up in negative region. The prices settled above 9-days and 18-days MA, indicating to firm ness of prices. Volume as well as open interest increased today. The soybean futures are likely to trade bullish following strong opening in the coming trading day.

Soya Bean 0607(NCSOYN6)2006/06/12 - Daily B:1333.90 A:1334.00

O 1324.90 H 1335.95 L 1324.90 C 1333.90 V 22,690 I 112,070

EMA(9) 1321.6 (18) 1330.8



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
July	1329.1	1320.5	1345.8	1352.0

TRADE RECOMMENDATION:

Buy NCDEX June contract below 1335.5, T1- 1345.8; and stop loss at 1330.0.

SPOT MARKET PRICES

Centers	Market	12.06.06	10.06.06	Change	Arrivals (Bags)
Indore	Plant	1255-1265	1250-1260	+5.00	20000-22000
Indore	Mandi	1200-1210	1190-1205	+10.00	
Maharashtra	Plant	1260-1270	1250-1260	+10.00	7000-8000
Maharashtra	Mandi	1200-1210	1185-1200	+15.00	
Kota	Plant	1305-1315	1300-1310	+5.00	6000-7000
Kota	Mandi	1260-1280	1250-1280	+10.00	

MUSTARD

SPOT MARKETS

The market sentiment for mustard seed showed slight strong today amidst lower arrival on strong demand. The strength in soybean market and soyoil market also supported the mustard seed market. NAFED is selling mustard seed at the rate of Rs.1500-1525, which is higher than that of prevailing market price. NAFED is selling mustard seed at Kolkata, Haryana and Punjab also. Though ITC also started selling non conditioned mustard seeds in few locations at Rs. 1590 the market is not likely to influence by it's selling.

FUTURES MARKETS:

NCDEX most active July contract fell down today on speculative selling and profit booking at higher level. The futures market opened strong and went to higher level but fell down at the end. The prices traded in the range of Rs. 354.70-356.40 and finally settled at 355.20.

PRICE DRIVERS:

Bullish:

1. Restricted arrivals
2. Strong Demand in Mustard oil

Bearish:

1. Selling of Non conditioned mustard by ITC
2. NAFED to sell mustard at Kolkata, Punjab and Haryana.
3. Strong buying pressure

Weather

Early arrival of Monsoon is expected to have bearish impact over mustard.

TECHNICALS

Black candlestick pattern indicates bearish market. The prices closed between 9-days and 18-days MA. The %K line is going to upward following made a bullish crossover with its %D line. MACD remained negative region and hinting to slight upward ness of prices. Volume decreased while open interest remains steady. The over all scenario is expected to remain moderately bullish in the coming day.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
July	354.8	353.6	357.6	359.5

TRADE RECOMMENDATION:

Buy NCDEX July contract near 355, T1- 356.5; and stop loss at 354.

Status of Price & Supply of Mustard (Rs./Qtl)

Markets	12.06.06	10.06.06	Change	Arrivals (Bags)
Jalpur (C)	1700-1705	1700-1705	-	3100
Alwar(C)	1655-1665	1650-1660	+5.00	2000
Delhi(C)	1745	1740	+5.00	1500
Agra(C)/Katchi Ghani	1781-1825/4100	1775-1820/4075	+6.00	-
Sri Ganganagar (NC)	1500	1500	-	1500-2000
Kota (NC)	1550-1580	1550-1580	-	1500

GROUNDNUT

SPOT MARKET

The spot prices of groundnut moved up at the domestic market on insufficiency of groundnut seed for sowing, according to the trade sources. The lower arrival at the mandis also kept pressure on prices. Most of the summer crop is exported thereby blowing up the prices. Groundnut seed in Rajkot Mandi offered at Rs 363 per 20 kg and groundnut oil prevailed slight up at Rs 481 per 10 kg. 50% sowing completed in Gujarat. Overall sentiments are expected to depend on the demand and supply scenario of upcoming crop. Arrivals of seed are recorded nearly at 20000-25000 bags in Gujarat Mandi.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	12.06.06	10.06.06
Gr Kernel	2380*	2375*
Bolds 60/70	2805*	2800*
Javas 60/70	3005*	3000*
Javas 70/80	2900*	2900*
Javas 80/90	2790*	2790*

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

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