

OILSEED DAILY

AUGUST 21, 2006

SOYBEAN

SPOT MARKETS

Soybean spot market remained steady with slight bearish undertone due to lacklustre demand. At the Indore and Maharashtra, it hovered around the previous day's level while it was offered at lower prices due to reduced demand at Kota mandi. The ongoing trend will continue in coming days also.

FUTURES MARKETS:

Soybean futures market exhibited bearish trend in the NCDEX futures market due to weak demand. All the active contacts closed below the previous day's close level. Due to recent rains in MP have caused some loss and disease infestation which can affect the yield. As the picture will become clearer, the market will react accordingly.

PRICE DRIVERS:

1. Subdued spot market demand
2. Low demand in the futures market
3. Some loss in soybean crop is reported in MP

WEATHER

Widespread with isolated heavy rainfall over Gujarat, southeast Rajasthan, Marathwara and Madhya Maharashtra and during next one day and reduce thereafter. West Rajasthan may experience isolated to scattered rains in next 1 day.

TECHNICALS

Candlestick pattern exhibited bearish undertone in the September contract. Prices closed below the EMA. %K line ruled above the %D line in neutral region. DAV moved flat with the MACD in the negative region. RSI also moved parallel to its smooth average in the neutral region. Volume and open interest significantly declined on Saturday.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
September	1271	1268	1279	1287	1290

TRADE RECOMMENDATION: (Intraday)

Sell NCDEX September contract near 1281, T1-1275, and stop loss above 1284.

SPOT MARKET PRICES

Centers	Market	19.08.06	18.08.06	Change	Arrivals (Bags)
Indore	Plant	1220-1250	1250	-	20000
Indore	Mandi	1190-1220	1200-1220	-	
Maharashtra	Plant	1310	1310	-	10000
Maharashtra	Mandi	1250	1240-1260	-10	
Kota	Plant	1250-1260	1250-1270	-10	5000
Kota	Mandi	1210-15	1210-20	-5	

MUSTARD

SPOT MARKETS

Spot market at the Rajasthan traded with steady sentiments with no major change in demand and prices as both remained at their previous day's level. The spot market is likely to observe steady trend.

FUTURES MARKETS:

Mustard futures at the NCDEX exhibited volatile trade with bearish undertone. The most active September contract traded in both directions and settled below its opening level. All other active contracts also exhibited similar sentiments. The technical indicators suggests towards weak sentiments in the market.

PRICE DRIVERS:

1. Selling interest in the Futures market
2. Steady demand in the spot market

WEATHER

Widespread isolated heavy rainfall over Gujarat, southeast Rajasthan, Marathwara and Madhya Maharashtra and during next one day and reduce thereafter. West Rajasthan may experience isolated to scattered rains in next 1-day.

TECHNICALS

September contract candlestick pattern exhibited bearish sentiments at NCDEX. EMA ruled far above the price line indicating the bearish trend. %K line touched the % D line in the oversold region. DAV also remained below MACD in the negative territory. RSI ruled below its smooth average line in neutral region. Volume and open interest declined on Saturday.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
September	348	347	351.5	353	355

TRADE RECOMMENDATION:

Sell NCDEX September contract near 351.00, T1-349.00, and stop loss above 352.00.

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

Markets	19.08.06	18.08.06	Change	Arrivals (Bags)
Jaipur (C)	1735-40	1735-40	-	4000
Alwar(C)	1650	1650	-	1000
Delhi(C)	1780	1780	-	400
Agra(C)/Katchi Ghani	1835/4250	1835/4250	-	-
Sri Ganganagar (NC)	1510	1510	-	250
Kota (NC)	1560-80	1560-80	-	500

C: Conditioned

NC: Non-Conditioned

GROUNDNUT

SPOT MARKET

Groundnut remained firm on increased demand. Groundnut seed in Rajkot was offered at Rs 390 per 20 kg and groundnut oil traded at Rs 540 per 10 kg. Due to mandi close, no arrival was witnessed.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	19.08.06	18.08.06
Gr Kernel	2675*	2675*
Bolds 60/70	3250*	3250*
Javas 60/70	3300*	3300*
Javas 70/80	3225*	3225*
Javas 80/90	3150*	3150*

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

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