

OILSEED DAILY

AUGUST 11, 2006

SOYBEAN

SPOT MARKETS

Trade largely remained disrupted due to rain in major trading area in MP, and Maharashtra. Mandis did not receive any significant arrival and demand also could not emerge due to rain. The possibility of damage to the crop due to heavy rainfall in some areas has increased significantly. Due to this, the soybean market is likely to witness some improvement in near futures.

FUTURES MARKETS:

All the soybean futures at NCDEX exhibited improvement over the previous day close due to good demand. Most active September contract traded in between 1291-1301. At CBOT some strength was also observed due to improved weather conditions in the US.

PRICE DRIVERS:

1. Lower import of soybean oil compared to previous year
2. Week demand in spot market
3. Heavy rain in the MH and MP

Weather

Heavy to very heavy rainfalls at scattered places over Konkan and Goa (including Mumbai) and coastal Karnataka during 1 days. Isolated heavy to very heavy falls are also likely over Gujarat Region, southeast Rajasthan, West Madhya Pradesh and Andaman & Nicobar islands.

TECHNICALS

Candlestick pattern exhibited sharp movement in both directions in the September contract. Prices closed below the 9-days and 18-days EMA. %K line remained below the %D line in the neutral region indicating the bearish behavior of the market. DAV also remained below the MACD in the negative region. RSI after making a bearish cross over with its smooth average in the neutral region came closer to it. Volume and open interest declined on Thursday.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
September	1289	1286	1305	1308

TRADE RECOMMENDATION: (Intraday)

Buy NCDEX September contract near 1295, T1-1301, and stop loss below 1292.00.

SPOT MARKET PRICES

Centers	Market	10.08.06	09.08.06	Change	Arrivals (Bags)
Indore	Plant	1260	1260-1275	-15	-
Indore	Mandi	1190-1230	1190-1230	-	
Maharashtra	Plant	1300	1330	-30	-
Maharashtra	Mandi	1260-1280	1260-1280	-	
Kota	Plant	1240	1250	-10	-
Kota	Mandi	1225	1230	-5	

MUSTARD

SPOT MARKETS

Mustard seed at the spot market traded with stable sentiments with a slight -bullish undertone due to good demand. In the Agra and Sri Ganga Nagar it was offered at slightly higher rates as compared to yesterday. The mustard demand is likely to remain firm in the coming days.

FUTURES MARKETS:

Most of the Mustard seed futures at the NCDEX witnessed mixed sentiments with slight bearish undertone due to profit booking activities. The most active September contract hovered between 363.20-366.10. The futures is expected to trade with a bearish undertone on speculative selling due to international positive sentiments.

PRICE DRIVERS:

1. Volatile trade at the futures market
2. Higher demand in the spot market
3. Positive international sentiments

Weather

Heavy to very heavy rainfalls at scattered places over Konkan and Goa (including Mumbai) and coastal Karnataka during 1. Isolated heavy to very heavy falls are also likely over Gujarat Region, southeast Rajasthan, West Madhya Pradesh and Andaman & Nicobar islands.

TECHNICALS

Candlestick pattern exhibited speculative trading in the September contract. Price line ruled above the 9-days and 18 -days EMA. %K line ruled below the % D line in the neutral region. DAV crossed the MACD in the positive territory. RSI after crossing its smooth average line in neutral region moved parallel to it. Volume and open interest increased on Thursday.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
September	362	361	368	369

TRADE RECOMMENDATION:

Buy NCDEX September contract near 364.50, T1-367.50, and stop loss below 363.00.

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

Markets	10.08.06	09.08.06	Change	Arrivals (Bags)
Jaipur (C)	1770	1770	-	4000
Alwar(C)	1670-80	1670-80	-	1500
Delhi(C)	1785	1785	-	200
Agra(C)/Katchi Ghani	1860/4200	1850/4200	+10	-
Sri Ganganagar (NC)	1545	1540	+5	200
Kota (NC)	1570-1600	1570-1660	-	1000

C: Conditioned

NC: Non-Conditioned

GROUNDNUT

SPOT MARKET

Groundnut market exhibited firm sentiments amidst good demand. Groundnut seed in Rajkot Mandi offered at Rs 383 per 20 kg and groundnut oil increased lightly at Rs 525 per 10 kg. Arrivals remained at 10000 bags in Gujarat Mandi.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	10.08.06	09.08.06
Gr Kernel	2725*	2700*
Bolds 60/70	3225*	3225*
Javas 60/70	3275*	3275*
Javas 70/80	3200*	3200*
Javas 80/90	3125*	3125*

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

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