

OILSEED DAILY

AUGUST 04 2006

SOYBEAN

SPOT MARKETS

The soybean spot market exhibited slight bullish sentiments in all the major mandis at MP, Rajasthan and Maharashtra where demand remained firm and prices ruled at higher levels as against yesterday. Soybean sowing is up 4% due to higher acreage reported in Madhya Pradesh and Maharashtra. Traders can expect good crop harvest of soybean. The prices are expected to remain firm for the next few days.

FUTURES MARKETS:

The NCDEX August soybean contract remained volatile and exhibited slightly bearish sentiments. However, other contracts traded with positive sentiments. Most active August contract traded in between 1287.45-1295.00. The futures are expected to trade in a range bound pattern.

PRICE DRIVERS:

1. Firm sentiments in the International market
2. Volatile futures with bearish undertone
3. Firm spot market

Weather

Heavy rainfall at a few places with extremely heavy falls (more than 25 cm) is likely over north Coastal AP, south Orissa and south Chhattisgarh. Isolated heavy to very heavy rainfall also likely over Telangana, Konkan & Goa. Vidarbha, Marathawada and Coastal Karnataka.

TECHNICALS

In the August contract, candlestick pattern exhibited volatile trade. EMA crossed the price line from below. %K line remained above the %D line in the neutral region. DAV also ruled above to MACD in the negative region. RSI also remained the smooth average in the neutral region. Volume and open interest declined on Thursday.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
August	1285	1284	1297	1298

TRADE RECOMMENDATION: (Intraday)

Buy NCDEX August contract near 1289.10, T1-1294.10 and stop loss below 1286.60.

SPOT MARKET PRICES

Centers	Market	03.08.06	02.08.06	Change	Arrivals (Bags)
Indore	Plant	1260-1285	1260-1280	+5	35,000-40,000
Indore	Mandi	1220-1235	1210-1230	+5	
Maharashtra	Plant	1320	1315	+5	20,000
Maharashtra	Mandi	1260-1280	1210-1250	+30	
Kota	Plant	1250-1260	1245-1255	+5	4,000
Kota	Mandi	1230-1235	1220-1230	+5	

MUSTARD

SPOT MARKETS

Mustard spot market exhibited firm sentiments as demand remained good enough and prices in most of the mandis at Rajasthan and Agra remained stable at the previous levels. However, at Alwar and Delhi it was offered at higher rates. The non-conditioned mustard prices remained low due to increased arrival. Spot prices are expected to rule firm in the coming days.

FUTURES MARKETS:

Mustard seed futures at the NCDEX witnessed bullish sentiments. Most of the mustard futures settled at higher levels from the previous day's settle. The most active August Contract hovered between 350.10-356.00. Mustard futures is expected to trade with firm sentiments.

PRICE DRIVERS:

1. Firm futures market
2. Increase in tariff value of soyoil
3. Steady spot market
4. Firm international market

Weather

Heavy rainfall at a few places with extremely heavy falls (more than 25 cm) is likely over north Coastal AP, south Orissa and south Chhattisgarh. Isolated heavy to very heavy rainfall also likely over Telangana, Konkan & Goa. Vidarbha, Marathwada and Coastal Karnataka.

TECHNICALS

Candlestick pattern exhibited bullish sentiments in the August contract. Price line have just crossed between the 9-days and 18 - days EMA. %K line ruled above the % D line in the neutral region. DAV remained above MACD and entered in the positive territory. RSI ruled above the smooth average line in neutral region. Volume increased while open interest slightly declined on Thursday.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
August	351	349	360	362

TRADE RECOMMENDATION:

Buy NCDEX **August** contract near 355.70, T1-358.70, and stop loss below 354.20.

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

Markets	03.08.06	02.08.06	Change	Arrivals (Bags)
Jaipur (C)	1755-1760	1760	-	1500
Alwar(C)	1660-1670	1650-1660	+10	1500
Delhi(C)	1760	1750	+10	1500
Agra(C)/Katchi Ghani	1830/4150	1830/4100	-	-
Sri Ganganagar (NC)	1495	1495	-	200
Kota (NC)	1560-1580	1560-1600	-20	4000

C: Conditioned

NC: Non-Conditioned

GROUNDNUT

SPOT MARKET

Groundnut market remained firm 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 1000 bags in Gujarat Mandi. Groundnut sowing in Andhra Pradesh remained adversely affected due to dry conditions earlier this month. The government release said groundnut acreage is expected to improve in the coming weeks as rains during July 26-28 may improve sowing position.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	03.08.06	02.08.06
Gr Kernel	2650*	2675*
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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