

OILSEED DAILY

AUGUST 02 2006

SOYBEAN

SPOT MARKETS

Steady sentiments were observed at most of the mandis in MP, Maharashtra and Rajasthan where soybean was remained hovering in the yesterday's price range amidst normal demand. However, at Kota it was offered at relatively lower prices due to lacklustre demand. Steady trade is expected in the coming days.

FUTURES MARKETS:

The NCDEX soybean exhibited volatile trade and prices remained hovering in a particular range and settled slightly low from the previous settle. Most active August contract traded in between 1282.30-1288.65 and closed at 1288. The futures are expected to trade in a range bound with firm sentiments.

PRICE DRIVERS:

1. Firm sentiments in the international markets
2. Increase in tariff value of soyoil
3. Steady sentiments in spot market
4. Futures indecisive
5. Ongoing festival season

Weather

Heavy to very heavy rainfall likely at a few places over Gujarat Region, West Madhya Pradesh, and southeast Rajasthan. Isolated heavy falls also likely over northeast Rajasthan, Saurashtra & Kutch, north Madhya Maharashtra and Konkan & Goa (including Mumbai).

TECHNICALS

In the August contract, candlestick pattern exhibited indecisive pattern. EMA crossed the price line in between. %K line after making a bullish crossover to the %D line is moving upward and the gap between them has widened, but still remains in the neutral region. DAV also moved upward after making a bullish cross over to MACD in the negative region. RSI continues to remain above the smooth average in the neutral region. Volume increased while open interest slightly declined on Tuesday.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
August	1280	1276	1291	1295

TRADE RECOMMENDATION: (Intraday)

Buy NCDEX August contract above 1284, T1-1288, and stop loss below 1282.

SPOT MARKET PRICES

Centers	Market	01.08.06	31.07.06	Change	Arrivals (Bags)
Indore	Plant	1260-1280	1260-1280	-	25,000
Indore	Mandi	1210-1230	1210-1230	-	
Maharashtra	Plant	1310	1310	-	20,000
Maharashtra	Mandi	1250-1280	1220-1260	+20.00	
Kota	Plant	1240-1250	1250-1270	-20.00	3,000
Kota	Mandi	1210-1230	1220-1230	-	

MUSTARD

SPOT MARKETS

Mustard spot market largely remained firm amidst steady demand at the major mandis at the Alwar, Delhi, Kota and Agra where it was offered at higher prices as against yesterday. Arrivals remained same in all the mandis except Alwar due to rain. NAFED continues to sell its stock in the range of Rs. 1545-1500 per quintal. Mustard demand is likely to remain firm in the ongoing rainy season and festival celebration.

FUTURES MARKETS:

Mustard seed futures at the NCDEX remained volatile throughout the day. The international markets are still firm and Indian market will remain affected by its sentiments. The most active August Contract hovered between 351.10-353.50 and closed at 352.00. Mustard futures is expected to trade with firm sentiments.

PRICE DRIVERS:

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

Weather

Heavy to very heavy rainfall likely at a few places over Gujarat Region, West Madhya Pradesh, and southeast Rajasthan. Isolated heavy falls also likely over northeast Rajasthan, Saurashtra & Kutch, north Madhya Maharashtra and Konkan & Goa (including Mumbai).

TECHNICALS

Candlestick pattern exhibited indecisive pattern as bulls and bears both remained active throughout the day. Price line ruled above the 9-days and 18 -days EMA. %K line ruled above the % D line in the oversold region. DAV also remained above MACD in the negative region. RSI ruled above the smooth average line in neutral region. Volume increased while open interest declined on Tuesday.



SUPPORT / RESISTANCES:

Contract	S1	S2	R1	R2
August	349.50	348.0	353.8	355.2

TRADE RECOMMENDATION:

Buy NCDEX August contract above 351.20, T1- 353.20 and stop loss below 350.20.

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

Markets	01.08.06	31.07.06	Change	Arrivals (Bags)
Jaipur (C)	1750	1745	+5.00	4000
Alwar(C)	1660	1650	+10.00	No arrival due to rain
Delhi(C)	1750	1745	+5.00	400
Agra(C)/Katchi Ghani	1825/4100	1810/4050	+15.00	-
Sri Ganganagar (NC)	1490	1490	-	250-300
Kota (NC)	1560-1600	1550-1575	+25	1000

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 decreased slightly at Rs 520 per 10 kg. Arrivals remained low at 1000 bags in Gujarat Mandi.

Spot Rates of Groundnuts in Mumbai

Groundnut	(Rates in Rs. Per 100 Kg)	
	01.08.06	31.07.06
Gr Kernel	2650*	2625*
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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