

## OILSEED DAILY

SEPTEMBER 29, 2006

### SOYBEAN

#### SPOT MARKETS

Soybean traded with steady sentiments with normal demand in the major mandis in MP, Rajasthan and MH. Soybean prices are likely to improve due to decreased groundnut forecast. However, new crop arrivals in the mandi may pressurize the market after few days.

#### FUTURES MARKETS:

Soybean futures on the NCDEX traded largely with bearish sentiments on selling interest. However, in the last trading hour, the most active October contract improved due to buying support. Soy oil futures also traded with firm sentiments owing to good demand. Further, world oil market sentiments remained bullish. Thus, the soybean futures should show slightly bullish sentiments on Thursday. The most active October contract hovered in the range of 1227.40-1236 on Thursday.

#### PRICE DRIVERS:

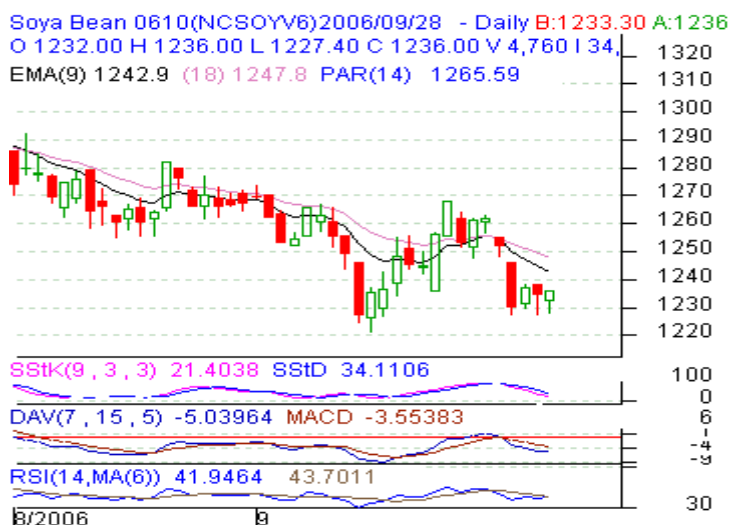
1. Normal spot demand
2. Buying support in the futures market
3. Bullish soy oil futures

#### WEATHER

Weather is normal in most of the soybean growing areas in MP and MH. However, some parts may receive scattered rains.

#### TECHNICALS

On the NCDEX, Soybean October contract chart exhibits firm sentiments owing to good buying support. The price closed below the 9-day and 18-day EMA showing slight weakness in the market. Stochastic and MACD give slightly bearish signals. However, RSI favours the bulls. Volume and Open interest declined on Thursday. Market is expected to behave with improved sentiments.



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
October	1226	1221	1236	1252	1255

#### TRADE RECOMMENDATION: (Intraday)

Buy NCDEX October contract near 1234, T1-1240, and stop loss below 1231.

#### SPOT MARKET PRICES

Centers	Market	28.09.06	27.09.06	Change	Arrivals (Bags)
Indore	Plant	1200-1235	1225-1240	-5	25000-30000
Indore	Mandi	1180-1210	1180-1210	-	
Maharashtra	Plant	1260-1275	1260-1275	-	10000-15000
Maharashtra	Mandi	1220-1230	1220-1240	-10	
Kota	Plant	1180-1190	1180-1190	-	6000
Kota	Mandi	1150-1170	1150-1170	-	

## MUSTARD

### SPOT MARKETS

The mustard seed spot market traded with steady sentiments as prices remained on the previous levels in most of the mandis except Alwar. However, the stock position is very much comfortable, the on going demand will keep the prices in the current range .

### FUTURES MARKETS:

On the NCDEX, Mustard Futures traded with slightly weak sentiment s owing to speculative selling. However, December contracts traded with bullish undertone on good buying support. The futures is expected to trade with improved sentiments.

### PRICE DRIVERS:

1. Normal physical demand
2. Upcoming festive demand
3. Lack of buying interest in the futures market

### WEATHER

Mustard, being a rabi crop is not in existence in its growing areas. So weather is no more a concern for this crop.

### TECHNICALS

On the NCDEX, in the Mustard seed October contract, chart pattern show doji formation, which indicates that the price movement remained in the state of indecisiveness. Volume and open interest marginally declined on Thursday. Stochastic and RSI indicates towards improvement in the futures market sentiments in the coming days. Market is likely to trade with improved sentiments.



### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
October	342.0	340.0	346.15	350.5	352.6

### TRADE RECOMMENDATION:

**Buy** NCDEX October contract near 345.50, T1-347.50 and stop loss below 344.5.

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

Markets	28.09.06	27.09.06	Change	Arrivals (Bags)
Jaipur (C)	1710-15	1710-15	-	3000
Alwar(C)	1640-50	1635-40	+10	1200
Delhi(C)	1780	1780	-	500
Agra(C)/Katchi Ghani	1825/4100	1825/4125	-	-
Sri Ganganagar (NC)	1460-65	1460-65	-	200
Kota (NC)	1520-40	1520-40	-	500

C: Conditioned

NC: Non-Conditioned

## GROUNDNUT

### SPOT MARKET

Groundnut is trading firm on improved demand. It hovered in Rajkot near Rs 390 per 20 kg and groundnut oil traded at Rs 550 per 10 kg. Arrivals at the Rajkot mandi remained at 25000 bags. The prices are expected to witness firm trend in near future.

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