

OILSEED DAILY

SEPTEMBER 27, 2006

SOYBEAN

SPOT MARKETS

Soybean traded with weak sentiments due to less demand in MP, Rajasthan and MH. New crop arrivals also start coming in some mandis but lack better price realization due to higher moisture content. Soybean market prices will remain steady with slightly improvement owing to continuation of the festival season.

FUTURES MARKETS:

Soybean futures on the NCDEX traded with improved sentiments on good buying support. All the active contracts traded with positive sentiments. The futures is expected to show positive sentiments in the coming days. The most active October contract hovered in the range of 1229-1238 on Tuesday.

PRICE DRIVERS:

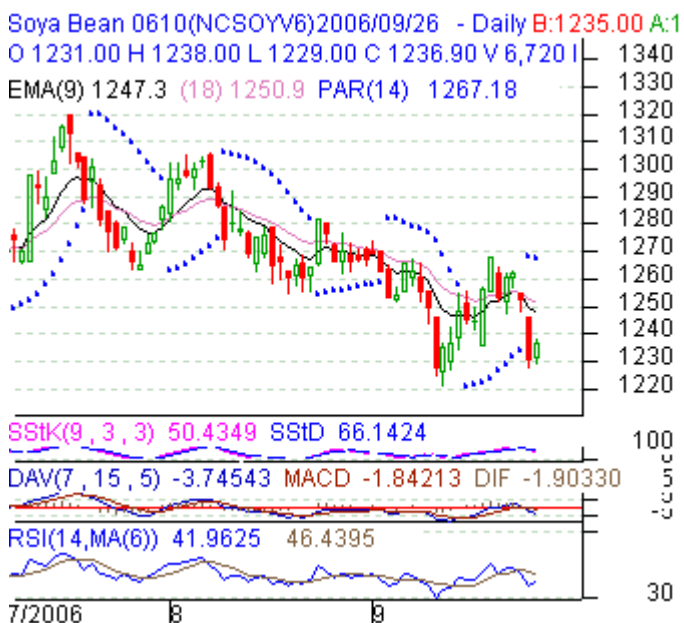
1. Weak spot demand
2. Speculative buying in the futures market
3. Bullish soy oil futures

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 strong buying interest in the market. However, price closed below the 9-day and 18-day EMA showing weakness in the market sentiments. Stochastic and MACD also give bearish signals. Market is expected to behave with slight bullish undertone.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
October	1226	1221	1236.9	1252	1255

TRADE RECOMMENDATION: (Intraday)

Buy NCDEX October contract near 1233, T1-1243, T2-1246 and stop loss below 1228.

SPOT MARKET PRICES

Centers	Market	26.09.06	25.09.06	Change	Arrivals (Bags)
Indore	Plant	1220-30	1240-50	-20	25000-30000
Indore	Mandi	1180-1220	1180-1220	-	
Maharashtra	Plant	1275	1280	-5	10000-15000
Maharashtra	Mandi	1210-1220	1220-1230	-10	
Kota	Plant	1180-1190	1190-1200	-10	5000-6000
Kota	Mandi	1150-1170	1175-1185	-15	

MUSTARD

SPOT MARKETS

The mustard seed spot market traded with slightly weak sentiments due to increased supply and low demand in major centers in Rajasthan and Delhi. NAFED also is having huge stock to offload which in turn affect the price behavior of the spot and futures market.

FUTURES MARKETS:

On the NCDEX, Mustard Futures traded with improved sentiment s owing to strong buying interest. It also remained affected by the soybean seed and soy oil futures sentiments. Futures is expected to behave with positive sentiments on Wednesday.

PRICE DRIVERS:

1. Weak physical demand
2. Upcoming festive demand
3. Buying support in futures market
4. Lower Oilseeds production estimates

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, candlestick form Marubozu pattern, which indicates intense speculative buying. However, EMA patterns, momentum studies and oscillators are all favoring bears. Market is likely to trade with slight positive sentiments.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
October	344.5	343.5	347.85	350.5	352.6

TRADE RECOMMENDATION:

Buy NCDEX October contract near 346.5, T1-348.5 and stop loss below 345.5

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

Markets	26.09.06	25.09.06	Change	Arrivals (Bags)
Jaipur (C)	1710-20	1725-30	-10	3000
Alwar(C)	1635-40	1650-60	-20	1500
Delhi(C)	1770	1770	-	1000-1200
Agra(C)/Katchi Ghani	1825/4100	1825/4125	-	-
Sri Ganganagar (NC)	1460-65	1470-80	-15	250
Kota (NC)	1520-50	1540-70	-20	-

C: Conditioned

NC: Non-Conditioned

GROUNDNUT

SPOT MARKET

Standstill condition persists into the Groundnut market and traded with steady to firm sentiments in Gujarat on improved demand. Groundnut seed in Rajkot hovered near Rs 390 per 20 kg and groundnut oil traded at Rs 550 per 10 kg. Arrivals at the Rajkot mandi remained at 20000 bags. The prices are expected to witness firm trend in near future.

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