

OILSEED DAILY

OCTOBER 03, 2006

SOYBEAN

SPOT MARKETS

Soybean traded steadily however marginal decline in prices was observed. Demand remained normal in the major mandis in MP, Rajasthan and MH. The demand will continue to remain steady to firm, so the spot prices are expected to hover in its current range.

FUTURES MARKETS:

All active contracts of the soybean traded on the NCDEX Soy oil futures also exhibited the similar sentiments. The soy oil futures also exhibited weak sentiments due to speculative selling. The most active November contract hovered in the range of 1228.50-1239 on Saturday.

PRICE DRIVERS:

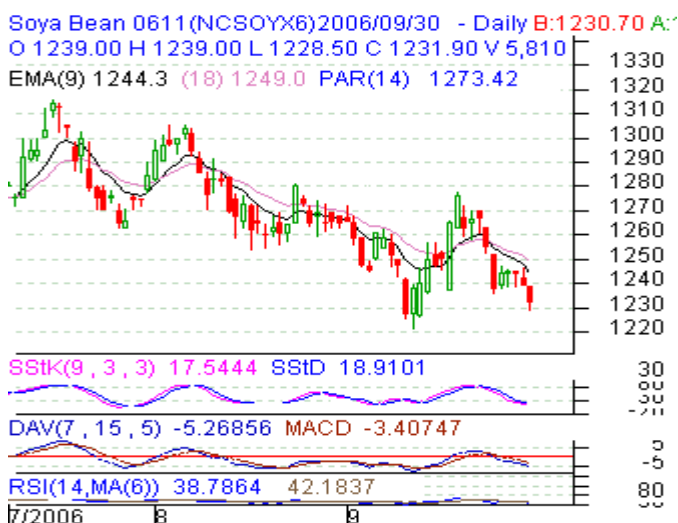
1. Normal spot demand
2. Selling pressure in futures market
3. Bearish soy oil futures

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 November contract chart exhibits bearish sentiments owing to speculative selling. The price closed far below the 9-day and 18-day EMA showing weakness in the market. Stochastic, MACD and RSI also favour the bears. Volume declined while Open interest increased on Saturday. It is expected that market may trade with improved sentiments on Tuesday as prices have already come down considerably.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
November	1221	1219	1231.9	1252	1255

TRADE RECOMMENDATION: (Intraday)

Buy NCDEX November contract near 1233, T1-1241, and stop loss below 1229.

SPOT MARKET PRICES

Centers	Market	30.09.06	29.09.06	Change	Arrivals (Bags)
Indore	Plant	1200-1235	1200-1240	-5	20000-25000
Indore	Mandi	1180-1190	1180-1200	-10	
Maharashtra	Plant	1260-1275	1260-1275	-	8000-10000
Maharashtra	Mandi	1220-1240	1220-1240	-	
Kota	Plant	1180-1180	1180-1185	-5	6000
Kota	Mandi	1150-1170	1150-1175	-5	

MUSTARD

SPOT MARKETS

The mustard seed spot market traded with improved sentiments as prices marginally increased major mandis in Rajasthan. However, in Delhi prices slightly declined. The demand from the crushing mills continues, and it is expected that the spot prices will hover in its current range with slight improvement in coming days.

FUTURES MARKETS:

On the NCDEX, marginal improvement in the mustard seed futures was observed. However, prices hovered in a very narrow range, as volume remained low due to weekend. The futures is expected to improve in the coming days as right now prices are hovering near the lowest levels and further downward movement is not expected.

PRICE DRIVERS:

1. Improved physical demand
2. Upcoming festive demand
3. Improved futures market sentiments

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 November contract, chart pattern show steady to bullish sentiments. Stochastic indicates towards slight improvement in the futures market sentiments in the coming days. However, MACD and RSI hint towards weakness in the market. Futures is expected to improve slightly on Tuesday.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
November	350	348	352.5	355	357

TRADE RECOMMENDATION:

Buy NCDEX November contract near 352.00, T1-354.00 and stop loss below 351.00.

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

Markets	30.09.06	29.09.06	Change	Arrivals (Bags)
Jaipur (C)	1715-20	1710-15	+5	3000
Alwar(C)	1640-45	1635-40	+5	1000
Delhi(C)	1770	1780	-10	700
Agra(C)/Katchi Ghani	1850/4125	1840/4125	+10	-
Sri Ganganagar (NC)	1465-70	1460-65	+5	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 395 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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