

## OILSEED DAILY

SEPTEMBER 21, 2006

### SOYBEAN

#### SPOT MARKETS

Soybean spot market traded with slightly bearish sentiments on marginal decline in demand at all major mandis in MP, Maharashtra and Rajasthan. Spot prices also seemed affected by the futures markets sentiments, which exhibited bearish sentiments. The prices will not witness much lower level and continue to trade in its current range as demand is expected to remain steady to firm in the near future owing to coming festival season.

#### FUTURES MARKETS:

Soybean futures on the NCDEX exhibited bearish sentiments owing to profit booking. All the futures contracts settled below their open price level. However, the market seems firm in coming days. The most active October contract hovered in the range of 1251-1264.25 on Wednesday.

#### PRICE DRIVERS:

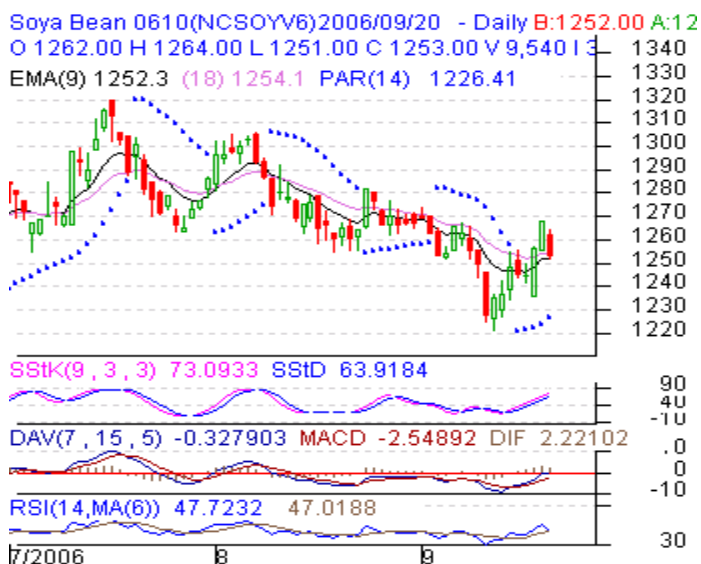
1. Normal spot demand
2. Festive demand picks up
3. Profit booking in futures market

#### WEATHER

Weather is normal in most of the soybean growing areas in MP and MH.

#### TECHNICALS

In October contract on the NCDEX, candlestick shows profit booking on Wednesday as earlier sessions witnessed steep rise in prices. The technical indicators favours the bulls as price closed above the 9-days EMA. MACD is moving in upward direction in negative region. Stochastic and RSI also favors the bulls. Volume slightly declined while open interest slightly increased on Wednesday. Market appears to remain steady to firm on Thursday.



#### SUPPORT / RESISTANCES:

| Contract | S1   | S2   | PCP  | R1   | R2   |
|----------|------|------|------|------|------|
| October  | 1226 | 1220 | 1253 | 1282 | 1297 |

#### TRADE RECOMMENDATION: (Intraday)

Buy NCDEX October contract near 1248, T1-1258 and stop loss below 1243.

#### SPOT MARKET PRICES

| Centers     | Market | 20.09.06  | 19.09.06  | Change | Arrivals (Bags) |
|-------------|--------|-----------|-----------|--------|-----------------|
| Indore      | Plant  | 1240-1250 | 1240-1255 | -5     | 17000-20000     |
| Indore      | Mandi  | 1180-1220 | 1180-1220 | -      |                 |
| Maharashtra | Plant  | 1290      | 1300      | -10    | 10000           |
| Maharashtra | Mandi  | 1230-60   | 1250-1270 | -10    |                 |
| Kota        | Plant  | 1200-1210 | 1200-1220 | -10    | 6000            |
| Kota        | Mandi  | 1175-1195 | 1175-1200 | -5     |                 |

## MUSTARD

### SPOT MARKETS

The mustard seed spot market traded with slightly bearish undertone on subdued demand in most of the mandis in Delhi, Rajasthan and Agra. However, traders believe that in near future the demand is likely to improve owing to coming festival season. The less oilseeds production estimates will give support mustard seed prices.

### FUTURES MARKETS:

On the NCDEX, most of the mustard seed futures contracts traded with bearish undertone owing to profit booking. The soy seed and soy oil weak sentiments also added to its bearish sentiments. The most active October contract traded between 350.6 - 351.8 on Wednesday. Market is expected to remain steady to firm in the coming days.

### PRICE DRIVERS:

1. Subdued physical demand
2. Upcoming festive demand
3. Speculative Buying 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, the candlestick pattern in October contract shows bearish sentiments due to lack of buying interest and some profit booking. Prices closed below the 9-days EMA. MACD continued its up trend in negative region. Stochastic and RSI favor the bulls. Volume and open interest slightly declined on Wednesday. Market is likely to trade with steady to firm sentiments.



### SUPPORT / RESISTANCES:

| Contract | S1  | S2  | PCP    | R1  | R2  |
|----------|-----|-----|--------|-----|-----|
| October  | 340 | 335 | 351.20 | 355 | 357 |

### TRADE RECOMMENDATION:

Buy NCDEX October contract near 350.00, T1-352.00 and stop loss below 349.00.

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

| Markets              | 20.09.06  | 19.09.06  | Change | Arrivals (Bags) |
|----------------------|-----------|-----------|--------|-----------------|
| Jaipur (C)           | 1735      | 1735-40   | -5     | 3000            |
| Alwar(C)             | 1650-60   | 1660-70   | -10    | 1200            |
| Delhi(C)             | 1780      | 1780      | -      | 600             |
| Agra(C)/Katchi Ghani | 1850/4150 | 1860/4175 | -10    | -               |
| Sri Ganganagar (NC)  | 1470      | 1500      | -30    | 150-200         |
| Kota (NC)            | 1540-1570 | 1560-1580 | -10    | 500-600         |

C: Conditioned

NC: Non-Conditioned

## GROUNDNUT

### SPOT MARKET

Groundnut seed market traded with steady to firm sentiments in Gujarat on improved demand. Groundnut seed in Rajkot hovered near Rs 385 per 20 kg and groundnut oil traded at Rs 535 per 10 kg. Arrivals at the Rajkot mandi remained at 35000 bags. The prices are expected to witness firm trend in near future.

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