

OILSEED DAILY

SEPTEMBER 16, 2006

SOYBEAN

SPOT MARKETS

Soybean spot market improved on increased festive demand in MP, MH and Rajasthan. Arrivals remained same as was on yesterday. The prices are expected to remain firm in the coming days.

FUTURES MARKETS:

Soybean futures on the NCDEX exhibited strong bullish sentiments on speculative buying in the morning session of the trade but in the later hours, due to profit booking all the soybean futures closed with slight bearish sentiments. Similar was the case with the Soy oil and mustard seed. The most active October contract hovered in the range of 1243-1255.50 on Friday. Firm trend is expected.

PRICE DRIVERS:

1. Improved spot market demand
2. Upcoming festival demand
3. Profit booking in the futures market

WEATHER

Weather is presently fine for the soybean crop in its growing areas.

TECHNICALS

In October contract on the NCDEX, candlestick pattern indicates that prices traded high but due to profit booking in the last trading hours, it closed with bearish sentiments. Price closed below the 9-days EMA. MACD remains in negative region and indicates towards firm sentiments. Stochastic favors the bulls. Volume increased while open interest slightly declined on Friday. Market is expected to remain steady to firm.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
October	1226	1220	1245.00	1265	1271

TRADE RECOMMENDATION: (Intraday)

Buy NCDEX October contract near 1242, T1-1252 and stop loss below 1237.

SPOT MARKET PRICES

Centers	Market	15.09.06	14.09.06	Change	Arrivals (Bags)
Indore	Plant	1220-40	1220-30	+10	30000-35000
Indore	Mandi	1190-1200	1180-1200	-	
Maharashtra	Plant	1300	1320	-20	8000-10000
Maharashtra	Mandi	1230-50	1220-40	+10	
Kota	Plant	1225-30	1220-25	+5	5000
Kota	Mandi	1180-1200	1175-1200	-	

MUSTARD

SPOT MARKETS

The mustard seed spot market traded firmly on improved demand in almost all the mandis in Delhi, Rajasthan and Agra. The festive demand starts emerging and traders expect to witness good demand in the coming days. However, NAFED will continue to act as a price stabilizer in the mustard seed market. Thus sharp correction in this market is rarely expected. Near future will witness steady to firm prices.

FUTURES MARKETS:

On the NCDEX, all the mustard seed futures contracts traded with firm sentiments for most of the time on increased demand but later on due to profit booking, all the contracts closed with bearish sentiments. This fall in price may be considered as another buying opportunity. The most active October contracts traded between 350-50-352.75 on Friday. Market is expected to remain firm.

PRICE DRIVERS:

1. Improved physical demand
2. Upcoming festival demand
3. Profit booking 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 October contract candlestick pattern shows that after a good initial buying support, profit booking took place in the later hours of the day. Prices closed below the 9-days EMA. MACD moved upward in negative region indicating firm sentiments. Stochastic hovered in neutral region and hinted bullish sentiments. Volume and open interest slightly declined on Friday. Market is steady to firm.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
October	340	335	350.50	355	357

TRADE RECOMMENDATION:

Buy NCDEX October contract near 349.50, T1-351.50 and stop loss below 348.50.

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

Markets	15.09.06	14.09.06	Change	Arrivals (Bags)
Jaipur (C)	1730-35	1720-30	+5	4000
Alwar(C)	1660	1650-60	-	1000-1200
Delhi(C)	1780	1775-80	-	700-800
Agra(C)/Katchi Ghani	1850/4175	1825/4150	+25	-
Sri Ganganagar (NC)	1485	1485	-	200-250
Kota (NC)	1570-75	1560-70	+5	500

C: Conditioned

NC: Non-Conditioned

GROUNDNUT

SPOT MARKET

Groundnut seed market traded with firm sentiments in Gujarat on increased festive 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 20000 bags.

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