



## ■ SOYABEAN

■ Sept 25, 2007

### SPOT MARKETS:

Huge arrivals of soybean [fresh lots] on Monday amidst steady demand pressured prices of soybean cross spot prices. Around 55,000 bags arrived on Monday, a hike of 35,000 bags over previous weekends levels. Most of the beans arriving in MP are fresh lots selling at discount on higher moisture content. Spot prices of soybean stood weak on Monday. Plant delivery rates for soybean stood firm in MP, softened across Rajasthan and stood steady in Maharashtra. Soymeal prices recovered on Monday on good domestic demand and on export commitments to Asian countries. Despite harvest pressure of oilseed crops demand for feed and edible oils are seen preventing bean prices from falling abruptly for short term.

### FUTURES MARKET: -

The soybeans futures at NCDEX traded sideways with firm bias. The October contract of soybeans futures opened at Rs 1605.5 per qtl against previous closing of Rs 1613 per qtl. Futures closed at 1636 per qtl.

### PRICE DRIVERS:

1. Huge arrivals of fresh beans in MP & MH.
2. Firm soymeal sentiments
3. Good export enquiries for Indian soymeal.
4. Soybean harvest in US & India.

### WEATHER:

Scattered rains over MP & MAH within 24 hrs.

### TECHNICALS: -

Formation of long hollow candlestick shows firmness in prices. EMA and MACD show medium term firmness. RSI and Stochastic headed up further into overbought region indicating short term firmness in prices. Volumes declined and open interest increased. Prices are likely to open steady to firm with vulnerability to corrections at higher levels.



### SUPPORT / RESISTANCE:

Contract	S2	S1	PCP	R1	R2
NOV					

### Status of Price & Supply of Soybean (Rs /Qtl) [Plant: - P // Mandi: - M]

Markets	24.09.07	22.09.07	Change	Arrivals (Bags)
Indore [P]	1580-1600	1570	+30	15,000
Indore [M]	1475-1500	1480-1550	-50	
Maharashtra [P]	1700	1700	0	NA
Maharashtra [M]	NA	1500-1600	-	
Kota [P]	1580-1590	1600-1610	-20	2,000
Kota [M]	1530-1550	1550-1560	-10	

Exchange	Expiry	Open	High	Low	Close	Prev Close	% Change
NCDEX	Oct	1605.50	1636.00	1605.00	1636.00	1612.50	+1.57
NCDEX	Nov	1605.00	1639.50	1603.00	1638.00	1613.00	+1.67
NCDEX	Dec	1622.00	1661.50	1621.00	1660.50	1631.50	+1.91



## ■ MUSTARD

### SPOT MARKETS:

Prices of mustard seeds stood firm across spot markets and domestic exchanges. Alwar and Delhi witnessed steady market sentiments on Monday. The demand for mustard expeller oil seems to be gaining strength on festive demand and approaching marriage season. The total arrivals on Monday stood at previous weekend's levels of 15,000 bags. Non-condition seeds [34-35% oil content] with better oil content [38-39%] are fetching good prices across Kota markets. Rising feed demand is also supporting prices of rape seed DOC across domestic markets. Higher prices of wheat are likely to give stiff competition to mustard/rapeseed in terms of production and acreage. Last year, Chana crop competed with mustard for gaining major share of cultivable land.

### FUTURES MARKET: -

The NCDEX Mustard seed futures traded firm on good buying support at current levels. The **October** futures of mustard seeds opened at Rs 447 Kg against previous closing level of Rs 446.5 Kg. Futures closed at Rs 451.7 per 20 Kg.

### PRICE DRIVERS:

1. Steady arrival pressure of mustard seeds.
2. Harvest pressure of kharif oilseeds.
3. Ambitious target for Rabi mustard production.
4. Festive and marriage season demand for edible oils.

### WEATHER: -

Late monsoon showers beneficial for seed sowing mid Oct

### TECHNICALS: -

Chart pattern shows firmness in prices as seen from a hollow candlestick forming fresh highs. MACD & EMA show medium term firmness. Stochastic headed up further in overbought region while RSI is on verge of entering overbought territory. Volumes declined and open interest increased. Prices are likely to open firm with possibility of late corrections.



### SUPPORT / RESISTANCE:

Contract	S2	S1	PCP	R1	R2
NCDEX-Oct	444	447	451.7	458	462

### Trade Recommendation:

**BUY** Oct futures near 451 with T1 at 453 and T2 - 456. SL at 450.

### Status of Price & Supply of Mustard (Rs /Qtl) C: Conditioned // NC: - Non-Conditioned

Markets	24.09.07	22.09.07	Change	Arrivals (Bags)
Jaipur (C)	2150-2170	2155-2160	+10	-
Alwar(C)	2060-2070	2070	0	800-900
Delhi(C)	2200	2200	0	700-800
Agra(C)/Katchi Ghani	2310/5150	2300/5150	+10	-
Sri Ganganagar (NC)	1870	1850	+20	900-1000
Kota (NC)	1875-1925	-	-	2000

Exchange	Expiry	Open	High	Low	Close	Prev Close	% Change
NCDEX	Oct	447.00	451.90	446.90	451.70	446.20	+1.29
NCDEX	Nov	446.65	449.80	446.65	449.80	446.20	+0.83
NCDEX	Dec	448.00	450.50	447.40	450.50	447.40	+0.71

## ■ GROUNDNUT ■

**SPOT MARKET: -**

Russian Federation has temporarily lifted curbs on import of groundnut from India for period of 4 months w.e.f 17<sup>th</sup> of September. The Federation further stated for adhering to quality and safety certification in order to facilitate smooth exports of groundnut to Russian Federation. As per first advance estimate issued by Union Ministry of Agriculture, the production of groundnut for 2007-08 is expected to touch 5.18 MMT against current year's production figure of 3.28 MMT.

Kharif groundnut crop was in late vegetative/flowering stages Karnataka, Maharashtra and Gujarat. Early sown crop in peg formation stage in Andhra Pradesh, Karnataka and Maharashtra, while sowing is tailing end in Tamil Nadu.

The prices of shelled nuts on Monday softened marginally by Rs 2-4/20 Kg to Rs 410 to 545/20 Kg for different grades of nuts sold in Gondal, Junagarh and Jamnagar region of Gujarat. Prices of groundnut oil stood steady at Rs 811-812/10 Kg in Rajkot market on steady market sentiments. Good nuts production is likely to impact edible oil imports scenario for the months to come ahead.

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