

### SOYBEAN

#### Technical Analysis:

- Soybean chart reveals buying support in the market.
- Prices closed above 9-day and 18-day EMA indicating bullish momentum in near and medium-term.
- RSI and stochastic are rising in neutral zone supporting the gains.
- The soybean prices are likely to move up in Saturday's session.

#### Trade Recommendation – Soybean NCDEX (Feb)

Call	Entry	T1	T2	SL
BUY	>2447	2457	2462	2442
Support & Resistance				
S2	S1	PCP	R1	R2
2410	2420	2452	2471	2484



### RAPESEED

#### Technical Analysis:

- Mustard seed chart reveals side-ways move in the prices.
- Prices closed below 9-day 18-day EMA supporting bearish momentum in near and medium-term.
- RSI is rising in neutral region while stochastic is rising in oversold zone, warranting correction.
- Prices are likely to gain in Saturday's session.

#### Trade Recommendation – Rapeseed NCDEX (January)

Call	Entry	T1	T2	SL
BUY	>548	553	555	545
Support & Resistance				
S2	S1	PCP	R1	R2
542	545	551.5	554	557



### Oilseed Summary

Overall the oilseed prices have witnessed firm-tone with rise in winter and festive demand in some edible oils and expected rise in oilmeals demand from poultry feed industry.

### International Market (CBOT)

CBOT soybean futures edged higher, settling at their highest levels in over 2-years, as the market continued to rise in response to government forecasts for precariously low end-of-year supplies. CBOT March settled 1 cent or 0.1% higher at \$14.16.

### Spot Market Analysis: Soybean

***Soybean key market remained closed due to the festival Makar Sankranti. However, the plant delivery price in Indore, is quoted the same as previous day. No arrivals of the beans are reported in Madhya Pradesh.***

- The US soybean crop estimate was lowered by as much as 1.2 Mn T to only 90.6 Mn T, which compares to 94.8 Mn T expected in early September – Oil World.
- The influence of La Nina on weather conditions in South America and Southeast Asia is still strong. This will consequently hit soybean and other oilseeds output negatively.
- Much awaited USDA's WASDE reported trimmed the world oilseeds estimate attributed to soybean crop loss in Argentina due to unfavourable weather conditions.
- Argentine farmers won't sell soybean for a week starting Jan. 17 to protest the government's export policies.
- Global soybean production is projected at 255.5 million tons, down 2.3 million – USDA.
- The Argentina soybean crop is projected at 50.5 million tons, down 1.5 million from last month due to lower projected yields - USDA.
- India's soybean availability is projected to rise to 11.59 million tons in 2010-11 as compared to 10.12 million tonnes estimated for 2009-10. Higher carry over and production is the contributors to the same.
- Paraguay soybean production is raised 0.5 million tons to 7 million due to increased area and favorable yield prospects - USDA.

***Soybean prices are likely to recover and remain firm on near and medium-term on expected good domestic soyoil demand and higher domestic and overseas soy meal demand. Crop loss in Argentina will support the soybean prices at higher levels.***

### Spot Market Analysis: Rapeseed/Mustard Seed

***Mustard seed prices continued downtrend tracking global vegoil market. Dull market activity with weak buying and lower arrivals kept the domestic seed prices in check Friday.***

- Arrivals in Rajasthan is seen continuously declining, it is reported lower at 30,000 bags (85 kg each) compare to the previous day's level of 35,000 bags.
- The total rabi area under oilseeds is reported higher at 88.84 lakh ha as on 7 January 2011 against 86.55 lakh ha previous season.
- India's mustard seed production is likely to cross 62 lakh tons in 2010-11 vs 55 lakh tons with expected increase in area by 10-15%.
- All India mustard seed acreage is reported at 6.92 Mn ha vs 6.26 Mn ha last year.
- Rapeseed output in Rajasthan, which produces half of the country's total output, is likely to rise to 4.2 Mn T from 2.9 Mn T in 2009.
- Rapeseed, or canola, production will fall to a three-year low of 57.8 Mn T in the marketing year that ends June 30 - Oil World.
- Global oilseed ending stocks for 2010/11 are reduced 2 million tons to 68.3 million with Argentina and U.S. soybean stocks accounting for most of the change– USDA.
- Global oilseed production for 2010/11 is projected at 440.4 million tons, down 2.3 million from last month – USDA.
- Global rapeseed production is projected at 58.4 Mn T, up 1.2 Mn due to gains for Canada and EU-27 - USDA.

***Mustard seed prices may remain range bound with positive bias on higher demand for meal and oil. Lesser area sown until this time of the year also remains supportive but it is premature to comment on the seed output.***

#### Oilseed Prices at Key Markets

Commodity	Centre	Prices		Change
		14-01-11	13-01-11	
Soybean	Indore –P	2350-2380	2350-2380	Unch
	Indore –M	Closed	2250-2310	-
	Nagpur – M	-	2280-2320	-
	Kota – M	-	2250-2300	-
Rapeseed/Mustard	Jaipur – C	2815	2835	-20
	Alwar – C	Closed	2680	-
	Delhi– C	2750	2770	-20
Groundnut (In Shell)	Rajkot		580	
Sunflower Seed	Latur	2850-3200	-	-

\*P – Plant Delivery Prices, M – Mandi Prices, C – Condition (42%)

\*Prices in Rs/Qtl

\*Groundnut (In Shell) in Rs/20 kg

\*Sunflower Seed in Rs/qtl

#### FOREX RATES as on 14.01.11

Country/ Continent	Currency	Value in Rupees - 14.01.11	Value in Rupees - 13.01.11
USA	Dollar	45.30	45.13
Europe	Euro	60.40	59.10
Japan	Yen	54.84	54.33
Britain	Pound Sterling	71.73	71.05

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