

SOYBEAN**Technical Analysis:**

- Soybean chart reveals profit-booking in the market.
- Prices closed above 9-day and 18-day EMA indicating bullish momentum in near and medium-term.
- RSI is easing in neutral region while stochastic is rising in overbought zone.
- *The soybean prices are likely to decline in Tuesday's session.*

Trade Recommendation – Soybean NCDEX (Feb)

Call	Entry	T1	T2	SL
SELL	<2524	2514	2509	2529
Support & Resistance				
S2	S1	PCP	R1	R2
2487	2504	2519	2565	2570

Soya Bean 1102(NCSOYG1)2011/01/24 - Daily B:2518.00 A:2519.00
 O 2541.00 H 2557.00 L 2518.00 C 2519.00 V 78,580 I 185,600 -18
 EMA(9) 2495.6 (18) 2467.7

**RAPESEED****Technical Analysis:**

- Mustard seed chart reveals prices uptrend.
- Prices closed above 9-day and 18-day EMA supporting bullish momentum in near and medium-term.
- RSI is rising in neutral region while stochastic rising in neutral zone.
- *Mustard seed prices are likely to gain in Tuesday's session.*

Trade Recommendation – Rapeseed NCDEX (Apr)

Call	Entry	T1	T2	SL
BUY	>2970	2980	2985	2965
Support & Resistance				
S2	S1	PCP	R1	R2
2940	2956	2975	3010	3020

RMSEED 1104(NCRMJ1)2011/01/24 - Daily B:2974.00 A:2975.00
 O 2960.00 H 3002.00 L 2960.00 C 2975.00 V 71,530 I 61,870 +19
 EMA(9) 2936.2 (18) 2920.8

**Oilseed Summary**

Overall the oilseed prices have witnessed firm-tone with rise in winter demand and rise in overseas oilmeals demand and demand from domestic poultry feed industry.

International Market (CBOT)

CBOT soybean futures closed mixed, Firday, with nearby contract feeling pressure from expectations South America's harvests will increase global supplies. Harvest is underway in northern Brazil, bringing new soybeans in from fields.

Spot Market Analysis: Soybean

Soybean prices extend gains on firm global cues Monday. Higher Malaysian palm oil and recent Chinese soybean buying deal remained supportive to the market.

Soybean arrivals in Madhya Pradesh improved and reported at 1.50 lakh bags (90 kg each) compared to the previous day's level of 1.0 lakh bags. At Indore mandi too the arrivals declined and reported at 4500 bags compared to previous day's level of 6000 bags.

- A normal regular demand from plants and crushers in soybeans is witnessed in key physical markets.
- Farmers in Argentina, the world's second-largest shipper of soybean, halted sales as part of a weeklong strike to protest government restrictions on exports. They are deciding upon further protests and mass demonstration.
- China, the world's biggest soybean importer and consumer, has signed 21 purchasing agreements in Chicago over the past two days for U.S. supplies valued at \$6.68 billion (11.52 Mln T) - U.S. Soybean Export Council.
- Oil World has estimated soybean crushings in the USA, Argentina and Brazil (G-3) at 9.2 Mn T in Dec., up 10%.
- The U.S., the world's largest grower and exporter of soybeans, has exported 15.2 Mn T to China from the start of the marketing year on Sept. 1 through Jan. 6. Outstanding sales to China were at 7.62 Mn T as of Jan. 6.
- Initial harvesting of early soybean varieties started in Mato Grosso, but it is lagging last year's pace – Oil World.
- 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 – USDA.
- 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.
- 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 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 and continued Chinese overseas buying will support the soybean prices at higher levels.

Spot Market Analysis: Rapeseed/Mustard Seed

Mustard seed prices in key physical markets witnessed gains tracking higher Malaysian palm oil and firm local soybeans Monday.

- Arrivals in Rajasthan are reported lower at 30,000 bags (85 kg each) compared to the previous day's level of 30,000 bags.
- Rapeseed output in India's top producing state may jump 10 percent this year, cutting cooking oil imports of the world's top buyer by 500,000 tonnes in 2010/11. Planting in a larger area in Rajasthan has raised India's total rapeseed acreage by 11 percent to 7.2 million hectares as good rains ensured healthy soil moisture.
- The total area covered under rabi oilseeds, as on January 14 2011, stands at 89.40 lakh ha compared to 87.30 lakh ha in the same period last year. The rise in area (2.5%) under the oilseeds is expected to increase the production.
- 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%.
- Ukraine's rapeseed crop declined 22 percent to 1.47 Mn T.
- 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
Soybean		24-01-11	22-01-11	
	Indore -P	24802520	2460-2515	+5
	Indore -M	2400-2470	2350-2425	+35
	Nagpur - M	2400-2460	2390-2445	+15
	Kota - M	2390-2440	2380-2445	-5
Rapeseed/Mustard	Jaipur - C	2915	2900	+15
	Alwar - C	2750	2725	+25
	Delhi- C	2785	2785	Unch
Groundnut (In Shell)	Rajkot	605	600	+5
Sunflower Seed	Gulbarga	2800-3200	Closed	-

*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 24.01.11

Country/ Continent	Currency	Value in Rupees - 24.01.11	Value in Rupees - 22.01.11
USA	Dollar	45.58	45.62
Europe	Euro	62.01	62.03
Japan	Yen	55.08	55.22
Britain	Pound Sterling	72.79	72.99

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