

SOYBEAN**Technical Analysis:**

- Soybean chart reflects side-ways move pressure in the prices.
- Prices closed above 9-day and 18-day EMA indicating bullish momentum in near and medium-term.
- RSI and stochastic are easing in neutral zone.
- *The soybean prices are likely to decline in Tuesday's session.*

Trade Recommendation – Soybean NCDEX (Mar)

Call	Entry	T1	T2	SL
SELL	<2561	2551	2546	2566
Support & Resistance				
S2	S1	PCP	R1	R2
2527	2539	2556	2581	2604

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

- Mustard seed chart depicts uptrend in the market.
- Prices closed above 9-day and 18-day EMA supporting bullish momentum in near and medium-term.
- RSI is rising in overbought region and stochastic is rising in neutral zone.
- *Mustard seed prices are likely to move up on Tuesday's session.*

Trade Recommendation – Rapeseed NCDEX (Apr)

Call	Entry	T1	T2	SL
BUY	>3041	3051	3056	3036
Support & Resistance				
S2	S1	PCP	R1	R2
2998	3012	3046	3040	3045

**Oilseed Summary**

Overall the oilseed prices have witnessed firm-tone followed by rise in overseas oilmeals demand and it's demand from domestic poultry feed industry and strong global demand in the beans and supply concerns this season, at international front.

International Market (CBOT)

CBOT soybean futures finish mixed, Friday, as profit-taking pressure nearby contracts while supply concerns boost prices further out. CBOT March soybeans were down 2c at \$14.33 1/2 a bushel but November ended 3 1/2c higher at \$13.69.

Spot Market Analysis: Soybean

Soybean plant delivery price in benchmark, Indore, witnessed slight decline tracking losses in Malaysian palm oil and weak buying support in cash market Monday.

Soybean arrivals in Madhya Pradesh are reported lower at 0.75 lakh bags (90 kg each) compared to the previous day's 1.25 lakh bags. Arrivals at Indore mandi declined to 2000 bags compared to 6000 bags on Saturday.

- Brazil's soybean output is expected to reach a record 68.8 Mln T in the 2010-11 crop season, the Brazilian Vegetable Oils Industry Association, or Abiove. The raised estimate, if confirmed, would surpass the prior record harvest of 68.7 Mln T of a year ago - Abiove.
- In South America soybean production prospects have improved considerably owing to last-minute rainfall. For the five major South American producers Oil World estimates soybean output at 127.6 Mn T this year, an upward revision by 2.4 Mn T from a month ago.
- Chinese soybean demand remains strong which has recently signed 21 purchasing agreements in Chicago for U.S. supplies valued at \$6.68 billion (11.52 Mln T) - U.S. Soybean Export Council.
- 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 global soyoil demand and higher domestic and overseas soy meal demand. Crop loss in Argentina and continued Chinese foreign buying will support the soybean prices at higher levels.

Spot Market Analysis: Rapeseed/Mustard Seed

Mustard seed prices moved up on buying support from millers in domestic cash markets on Monday.

Arrivals of the seed in Rajasthan are reported steady at 60,000 bags (85 kg each) compared to the previous day's level.

- The new crop arrivals in Alwar is expected likely to hit the market in the mid of February while in Sri Ganganagar it is likely to be at the end of March.
- As per data received from States, oilseeds has been sown in 94.96 lakh hectare, which is 3.47 (3.8%) lakh hectares more than last year on this date.
- 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 Mln ha vs 6.5 Mln ha as good rains ensured healthy soil moisture.
- India's mustard seed production is likely to cross 62 lt in 2010-11 vs 55 lt with expected increase in area by 10-15%.
- Global oilseed ending stocks for 2010/11 are reduced 2 Mln T to 68.3 Mln 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 Mln T, down 2.3 Mln from last month – USDA.
- Global rapeseed production is projected at 58.4 Mln T, up 1.2 Mln 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 and bullish global vegoil scenario this year. However, expected higher domestic output in the seed this season may restrict gains.

Oilseed Prices at Key Markets

Commodity	Centre	Prices (Rs/Qtl)		Change	Arrivals (Bags)		Change
		07/2/2011	05/2/2011		07/2/2011	05/2/2011	
Soybean	Indore -P	2450-2475	2460-2480	-5			
	Indore -M	2350-2400	2340-2390	+10			
	Arrivals in Madhya Pradesh				75000	125000	-50000
	Nagpur-P	-	-	-	-	-	-
	Nagpur - M	-	-	-	-	-	-
	Kota-P	-	-	-	-	-	-
	Kota - M	-	-	-	-	-	-
	Jaipur - C	2875	2860-2870	+5			
	Alwar - C	2725	2700	+25			
	SriGanganagar	2500	2450	+50			
Rapeseed/Mustard	Kota	2450	2450	Unch			
	Neewai						
	Ramganj						
	Baran						
	Arrivals in Rajasthan				60000	60000	Unch
	Delhi- C	2745	2760	-15			
	Katni (MP)						
Groundnut (In Shell)	Hapur (UP)						
	Rajkot	595	595	Unch	20000	20000	Unch
Sunflower Seed	Latur	3000-3550	3100-3550	Unch	400	700	-300

*P – Plant Delivery Prices, M – Mandi Prices, , Soybean Prices are in INR/bag. (1 bag=90 kg). Mandi prices – Loose, Mustard Seed Prices are in INR/bag (1 bag=85 kg) C – Condition (42%), *Groundnut (In Shell) in Rs/20 kg, Sunflower Seed in Rs/ntl

Other Oilseeds (Mumbai) 07-Feb11 05-Feb-11 Change

Niger Seed (4% FM)	-	-	-
Sesame White 98/2/1 FM			
Sunflower Seed			
Kardi Seed 2% Exp			
Quality			
Groundnut Kernel			
Castor Seed			

Prices are in INR/100 kg.

FOREX RATES as on 07.02.11

Count	Currency	Value in Rupees - 07.02.11	Value in Rupees - 05.02.11
ry/Continent			
USA	Dollar	45.59	45.43
Europe	Euro	62.04	58.62
Japan	Yen	55.44	54.59
Britain	Pound Strlg.	73.58	70.36

DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>