

SOYBEAN**Technical Analysis:**

- Soybean chart depicts selling pressure in the market.
- Prices closed below 9-day and 18-day EMA indicating bearish momentum in near and medium-term.
- RSI and stochastic are easing in neutral zone.
- *The soybean prices are likely to fall further in Monday's session.*

Trade Recommendation – Soybean NCDEX (Mar)

Call	Entry	T1	T2	SL
SELL	<2530	2520	2515	2535
Support & Resistance				
S2	S1	PCP	R1	R2
2481	2510	2525	2571	2599

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

- Mustard seed chart depicts side-ways move in the price.
- Prices closed above 9-day and 18-day EMA supporting bullish momentum in near and medium-term.
- RSI is easing in neutral region while stochastic is slightly rising in neutral zone.
- *Mustard seed prices are likely to decline in Monday's session.*

Trade Recommendation – Rapeseed NCDEX (Apr)

Call	Entry	T1	T2	SL
SELL	<3052	3042	3037	3057
Support & Resistance				
S2	S1	PCP	R1	R2
3023	3009	3047	3062	3073

**Oilseed Summary**

Overall the oilseed prices have witnessed weak tone following a weak sentiment in the global market and sluggish domestic demand.

International Market (CBOT)

CBOT soybean futures end lower, with nearby contracts hitting two weeks lows. CBOT March soy down 1.2% at \$14.16 a bushel, and November soybeans drop 0.4% to \$13.79 1/2 a bushel. Traders took profits from big gains, with the need to reduce risk magnified by improving Brazilian production prospects.

Spot Market Analysis: Soybean

Soybean prices declined consecutive second day tracking losses international vegoil market Saturday. Less than expected losses in South American soybean crop with improved weather conditions for the crop subdued the international soybean market.

Soybean arrivals in Madhya Pradesh declined to 75 thousand bags as compared to 90 thousand bags a day earlier. However at Indore mandi the arrivals improved and registered at 4500 bags compared to 4000 bags previous day.

- Brazil raised its official view for the new soybean crop into record territory due to a greater planted area and better weather than previously expected, which falls in line with a trend in independent forecasters. The 2010/11 soybean crop was projected at a record 70.1 million tonnes, up from the 68.55 million tonnes forecast in January by Conab.
- US Domestic Soy crush is projected to decline 5.52% in 2010-11 which is likely to result in 3.15% decline in soy oil Production, which contribute to lower soy oil supplies and this combine with 7.78% rise in soy oil domestic use pave way for 23.03% projected decline for soy oil stocks in 2010-11.
- Chinese soybean imports are forecast at a new high of 54.5 Mn T in Aug/July 2010/11 compared with 46.8 Mn T last season and 28.7 Mn T in 2006/07.
- 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.
- Brazil soybean production is forecast at a record 68.5 million tons, up 1.0 million tones from last month as timely rains in the southern producing area have raised yield prospects– USDA.
- Argentina soybean production is projected at 49.5 million tons, down 1 million- 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. Chinese foreign buying will support the soybean prices at higher levels. However, improved crop prospect in South America may capp the gains.

Spot Market Analysis: Rapeseed/Mustard Seed

Mustard seed prices improved on buying support in cash market Saturday.

Arrivals of the seed in Rajasthan are reported higher at 55,000 bags (85 kg each) compared to the previous day's level of 50,000 bags.

- Solvent Extractors' Association of India has pegged the India's rapeseed production at 68.5 lakh tonnes against 59.2 lakh tonnes reported in 2009-10.
- If rain falls during this period coupled with fall in temperature, would be greatly beneficial to the standing crops. As per the weather forecast, mild showers are expected in Northern India and also some parts of the Rajasthan in the next few days - SEA.
- 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.
- 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.
- Global oilseed production for 2010/11 is projected at 441.8 million tons, up 1.4 million tons from last month - 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
		12/2/2011	11/2/2011		12/2/2011	11/2/2011	
Soybean	Indore -P	2430-2460	2460-2490	-30			
	Indore -M	2320-2370	2340-2380	-10			
	Arrivals in Madhya Pradesh				75000	90000	-15000
	Nagpur-P		2440-2470		-	-	-
	Nagpur - M		2380-2420			60000	
	Kota-P		2460-2480			-	
	Kota - M		2360-2400			30000	
	Jaipur - C	2870	2860	+10			
	Alwar - C	2760-2770	2725	+50			
	SriGanganagar	2450	2450	Unch			
Rapeseed/Mustard	Kota	2550	2550	Unch			
	Neewai						
	Ramganj						
	Baran						
	Arrivals in Rajasthan				55000	50000	+5000
	Delhi- C	2765-2770	2765	+5			
	Katni (MP)					-	
	Hapur (UP)	2785	-	-		-	-
Groundnut (In Shell)	Rajkot	600	600	Unch	20000	20000	Unch
Sunflower Seed	Latur	2950-3550	3000-3500	+50	1200	800	+400

*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/qtl.

Other Oilseeds (Mumbai) 12-Feb11 11-Feb-11 Change

Niger Seed (4% FM)	3175	3225	
Sesame White 98/2/1 FM	5250	5250	-50
Sunflower Seed	3500	3500	Unch
Kardi Seed 2% Exp Quality	2650	2650	Unch
Groundnut Kernel	3825	3825	Unch
Castor Seed	6000	6000	Unch

Prices are in INR/100 kg.

FOREX RATES as on 11.02.11

Count	Currency	Value in ry/ Contin ent	Value in Rupees - 12.02.11	Value in Rupees - 11.02.11
USA	Dollar		45.59	45.76
Europe	Euro		61.73	62.02
Japan	Yen		54.61	54.79
Britain	Pound Strlg.		73.05	73.38

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