

### Oilseed Summary

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*Oilseed prices are expected to feature downward pressure consequent to new crop mustard seed arrivals and expected decline in export demand for soy meal. With South American exporters marketing new crop soy meal aggressively, demand for Indian meal is likely to diminish in days ahead.*

### Spot Market Analysis: Rapeseed/Mustard Seed

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*Mustard seed prices witnessed steady to firm sentiments on buying support in the market Saturday.*

*Mustard seed arrivals in Rajasthan mandis rose and reported at 80,000 thousand bags compared to 70,000 bags previous day.*

- The seed fundamental remain bearish due to bumper crop this season.
- The millers and stockists are waiting for the seed prices to ease with the increase in new crop arrival pressure.
- The buyers are millers who are interested in crushing the seed on normal demand.
- There is no fresh demand in mustard oil.
- Alwar the largest mustard seed producing district in Rajasthan has witnessed new crop arrivals and today it is reported at 700-800 bags.
- The Chinese government sold all of the 100 Thd T of rape oil offered from state reserve in an effort to raise domestic supplies and curb the food price inflation.
- Canadian canola crushings reached 508 Thd T in January (against 407 a year earlier).

*Mustard seed prices are likely to face downwards pressure on new crop arrivals. Higher output estimates continue to weigh on the seed prices. Besides, dull activity in the market is attributed to poor demand in rapeseed oil.*

### Spot Market Analysis: Soybean

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*Soybean prices remained steady to firm but dull trade activity witnessed in key centers of Madhya Pradesh Saturday.*

*Soybean arrivals in Madhya Pradesh declined and reported at 20 thousand bags compared to 40 thousand a day earlier.*

- The major cash markets in Madhya Pradesh remained closed due to demise political leader, Mr. Arjun Singh.
- There are no reports on any fresh forward deal in the soy meal.
- According to the trade source India expects to export 2.5 -3 Lt of soy meal in March while in April the export for the same is likely to decline further to 1.5 Lt.
- Shift in soy meal demand from India to South America due to competitive price has significantly affected India's exports.
- This is expected to impact on Indian soy meal exports and pressure the prices in days ahead.

*Soybean prices are likely to face downward pressure with new crop arrivals in Brazil and Argentina, which is yet to pick-up. However, any fresh demand in soy meal, of Indian origin, for loading vessels in port, will lend support to the domestic soybean price.*

## SOYBEAN

### Technical Analysis:

- Candlestick chart pattern reveals mild selling in the market.
- Prices closed above by 9-day EMA, indicating bullish momentum in near-term.
- RSI and stochastic are rising in neutral zone.

*The soybean prices are likely to gain in Monday's session.*

### Trade Recommendation – Soybean NCDEX (Apr)

Call	Entry	T1	T2	SL
<b>BUY</b>	<b>&gt;2461</b>	<b>2471</b>	<b>2476</b>	<b>2456</b>
Support & Resistance				
S2	S1	PCP	R1	R2
<b>2426</b>	<b>2450</b>	<b>2466</b>	<b>2494</b>	<b>2513</b>



## RAPESEED

### Technical Analysis:

- Candlestick chart pattern depicts side-ways move in the market.
- Prices closed below 9-day and 18-day EMA indicating bearish momentum in near and medium-term.
- MACD is declining in negative territory indicating bearish sentiment for short term.
- RSI is rising in neutral zone while stochastic are easing in neutral region.

*The Mustard prices are expected to move side-ways in Monday's session.*

### Trade Recommendation – Rapeseed NCDEX (Apr)

Call	Entry	T1	T2	SL
<b>WAIT</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Support & Resistance				
S2	S1	PCP	R1	R2
<b>-</b>	<b>-</b>	<b>2871</b>	<b>-</b>	<b>-</b>



### NCDEX RM Seed Price Spread

NCDEX Spread	Apr	May	Jun	Jul
<b>Apr</b>	0	40	81	129
<b>May</b>	40	0	41	89
<b>Jun</b>	81	41	0	48
<b>Jul</b>	129	89	48	0

\*Far Month Contract Vs Near Month Contract.

### NCDEX Soy Seed Price Spread

NCDEX Spread	Mar	Apr	May	Jun
<b>Mar</b>	0	39	68	87
<b>Apr</b>	39	0	29	48
<b>May</b>	68	29	0	19
<b>Jun</b>	87	48	19	0

\*Far Month Contract Vs Near Month Contract.

## Oilseed Prices at Key Markets

Commodity	Centre	Prices (Rs/Qtl)		Change	Arrivals (Bags)		Change
		05/3/2011	04/03/2011		05/3/2011	04/03/2011	
Soybean	Indore -P	2400-2450	2400-2440	+10			
	Indore -M	Closed	2300-2360	Closed			
	Arrivals in Madhya Pradesh				6000	20000	-14000
	Nagpur-P	2400-2440	2400-2450	-10			
	Nagpur - M	2370-2415	2300-2400	+15			
	Kota-P	2400-2420	2390-2415	+5			
	Kota - M	2310-2360	2300-2350	+10			
Rapeseed/Mustard	Jaipur - C	2860	2850	+10			
	Alwar - C	2750	2750	Unch			
	SriGanganagar	2450	2425	+25			
	Kota	2525	2550	-25			
	Neewai	-	2825	-			
	Ramganj						
	Baran						
	Arrivals in Rajasthan				80000	70000	+1000
	Delhi- C	2860	2850	+10			
	Katni (MP)						
Groundnut Seed	Hapur (UP)	2800	2800	Unch			
	Rajkot	600	600		10000	10000	Unch
Sunflower Seed	Latur	2800-3350	Closed	-	2000	Closed	-

\*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/ql.

## Other Oilseeds (Mumbai) 5-Mar-11 04-Mar-11 Change

Niger Seed (4% FM)	3175	3200	-25
Sesame White 98/2/1 FM	5175	5175	Unch
Sunflower Seed	3500	3500	Unch
Kardi Seed 2% Exp Quality	2575	2575	Unch
Groundnut Kernel	3750	3775	-25
Castor Seed	5300	5350	-50
Prices are in INR/100 kg.			

## FOREX RATES as on 05.03.11

Country/ Continent	Currency	Value in Rupees	
		05.03.11	04.03.11
USA	Dollar	44.88	44.99
Europe	Euro	62.77	62.80
Japan	Yen	54.50	54.64
Britain	Pound Strlg.	72.99	73.23

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