

### Oilseed Summary

*Oilseed prices feature downward pressure in the cash market 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 continue to decline.*

### Spot Market Analysis: Rapeseed/Mustard Seed

*Mustard seed prices remained steady despite weak global cues Wednesday.*

- Fresh crop arrival pressure continues to mark the seed market.
- Mustard seed arrivals in Rajasthan are reported steady at 3.5 lakh bags (85 kg each).
- Regular buying in the seed from millers is witnessed in the cash market.
- However, stockists refrained themselves from the seed market.
- Bearish domestic supply scenario on higher output estimates in the seed this season is expected to exert pressure in the seed price.
- Besides, no fresh demand in mustard oil noticed to support the seed prices.
- MOPA has estimated India's mustard seed output at 7-7.1 Mln T compared to 6.8 Mln T by SEA.
- Global oilseed production for 2010/11 is projected at 444.2 million tons, up 2.4 million tons from last month - USDA.

*Mustard seed prices are likely to face downward 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

*Soybean prices eased in physical market on weak demand in the beans due to disparity in crushing (Rs.-250 to -280/MT).*

- Soybean arrivals in Madhya Pradesh are reported steady consecutive third day at 25 thousand bags.
- Dull activity reported in the local soybean market. Normal buying in beans is reported by the crushers.
- Weak overseas demand in soy meal of Indian origin continues to pressure the local soybean prices.
- Besides, decline in soy meal demand from poultry feed industry on the back of weak domestic poultry industry remained a bearish factor for the local market.
- The international soy meal buyers have diverted to South America in anticipation of competitive price offer followed by commencement of their new crop arrival.
- The meal shipments to East Coast of Japan are severely hit due to earthquake and nuclear crisis leading to power outage.
- In Brazil heavy rainfall was again received in many parts of Brazil in the most recent 7 days, keeping fields wet and preventing harvesting of mature soybeans and other crops.
- Soybean harvesting in Paraguay made good progress in the week to March 10, bringing completion to 70%.

*Soybean prices will continue 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 depicts both price movement during the session.
- Prices closed below by 9-day and 18-day EMA, indicating bearish momentum in near and medium-term.
- MACD is easing in negative territory.
- RSI is rising in neutral region while stochastic is declining in oversold zone.

*The soybean prices are expected to fall in Thursday's session.*

### Trade Recommendation – Soybean NCDEX (Apr)

Call	Entry	T1	T2	SL
<b>SELL</b>	<b>&lt;2317</b>	<b>2307</b>	<b>2302</b>	<b>2322</b>
Support & Resistance				
S2	S1	PCP	R1	R2
<b>2255</b>	<b>2260</b>	<b>2311.5</b>	<b>2330</b>	<b>2350</b>



## RAPSEED

### Technical Analysis:

- Candlestick chart pattern reveals slight gains in prices.
- 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 and stochastic are rising in oversold region.

*The Mustard prices are likely to gain in Thursday's session.*

### Trade Recommendation – Rapeseed NCDEX (May)

Call	Entry	T1	T2	SL
<b>BUY</b>	<b>&gt;2705</b>	<b>2715</b>	<b>2720</b>	<b>2700</b>
Support & Resistance				
S2	S1	PCP	R1	R2
<b>2655</b>	<b>2660</b>	<b>2710</b>	<b>2721</b>	<b>2734</b>



### NCDEX RM Seed Price Spread

NCDEX Spread	Apr	May	Jun	Jul
<b>Apr</b>	0	42	85	110
<b>May</b>	42	0	43	68
<b>Jun</b>	85	43	0	25
<b>Jul</b>	110	68	25	0

\*Far Month Contract Vs Near Month Contract.

### NCDEX Soy Seed Price Spread

NCDEX Spread	Mar	Apr	May	Jun
<b>Mar</b>	0	34	62	80
<b>Apr</b>	34	0	28	46
<b>May</b>	62	28	0	18
<b>Jun</b>	80	46	18	0

\*Far Month Contract Vs Near Month Contract.

## Oilseed Prices at Key Markets

Commodity	Centre	Prices (Rs/Qtl)		Change	Arrivals (Bags)		Change
		16/3/2011	15/03/2011		16/3/2011	15/03/2011	
Soybean	Indore -P	2225-2260	2250-2300	-40			
	Indore -M	2125-2180	2150-2220	-40			
	Arrivals in Madhya Pradesh				25000	25000	Unch
	Nagpur-P	2230-2280	2290-2320	-40			
	Nagpur - M	2140-2225	2200-2235	-10			
	Kota-P	2240-2270	2250-2275	-5			
	Kota - M	2150-2200	2130-2180	+20			
Rapeseed/Mustard	Jaipur - C	2680	2680	Unch			
	Alwar - C	2000-2550	2000-2550	Unch			
	SriGanganagar	2400	2400	Unch			
	Kota	-	2250-2350	-			
	Neewai	2450	2450-2460	-10			
	Ramganj						
	Baran						
	Arrivals in Rajasthan				350000	350000	Unch
	Delhi- C	2600	2600	Unch			
	Katni (MP)						
Groundnut Seed	Hapur (UP)	2525	2550	-25			
Sunflower Seed	Rajkot	600	590	+10	10000	8000	+2000
Sunflower Seed	Latur	2800-3100	2700-3250	-150	2000	2500	-500

\*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) 16-03-11 15-03-11 Change

Niger Seed (4% FM)	3200	3200	Unch
Sesame White 98/2/1 FM	5000	5100	-100
Sunflower Seed	3500	3500	Unch
Kardi Seed 2% Exp Quality	2425	2450	-25
Groundnut Kernel	3700	3700	Unch
Castor Seed	5100	5100	Unch
Prices are in INR/100 kg.			

## FOREX RATES as on 16.03.11

Country/ Continent	Currency	Value in Rupees	
		16.03.11	15.03.11
USA	Dollar	45.18	45.15
Europe	Euro	63.13	62.95
Japan	Yen	55.92	55.00
Britain	Pound Strlg.	72.58	72.58

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