

### 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

*Mixed sentiments witnessed in various centers on varied factors in the mustard seed cash market Thursday.*

- Overall the mustard seed sentiments remain weak on higher domestic output estimates and current poor demand in mustard oil.
- Fresh crop arrivals are gaining momentum and continue to exert pressure in the market.
- The seed prices in few centers gained on buying support ahead of Holi in one hand while they declined on fresh crop arrival pressure in some. Few centers marked steady tone with regular buying.
- Mustard seed arrivals in Rajasthan are reported steady between 3.0 - 3.5 lakh bags (85 kg each).
- Normal buying in the seed from millers is witnessed in the cash market.
- The stockists are still reluctant in buying the seed and refrained themselves from the market.
- MOPA has estimated India's mustard seed output at 7-7.1 Mln T compared to 6.8 Mln T by SEA.

*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 moved up on buying support ahead of the festival, Holi, on Thursday.*

- Soybean arrivals in Madhya Pradesh are reported steady consecutive fourth day at 25 thousand bags.
- Boost in some demand in the beans from plants /crushers with recovery in parity remained a positive factor for the market.
- The current crush margin resulted at Rs.454/MT compared to Rs. -232 a week ago.
- Easing soy meal shipment woes to Japan, which rose after earthquake and nuclear crisis signals positive for the soy meal market.
- The meal shipments to East Cost of Japan were hit due to earthquake and nuclear crisis leading to power outage.
- Overall, the overseas demand in soy meal remained weak.
- The soy meal sellers are aggressively marketing the meal in the local market.
- No fresh demand in meal from poultry feed industry reported due to poor growth in domestic poultry.
- The demand shift in the meal to South America is noticed on competitive price offer.
- 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 recovery in the price.
- 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 moving up in oversold zone.

*The soybean prices are expected to rise in Friday's session.*

### Trade Recommendation – Soybean NCDEX (Apr)

Call	Entry	T1	T2	SL
<b>BUY</b>	<b>&gt;2321</b>	<b>2331</b>	<b>2336</b>	<b>2316</b>
<b>Support &amp; Resistance</b>				
S2	S1	PCP	R1	R2
2271	2308	2325.5	2345	2369



## RAPSEED

### Technical Analysis:

- Candlestick chart pattern reveals upward move in the 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 is rising in neutral region while stochastic is rising in oversold region.

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

### Trade Recommendation – Rapeseed NCDEX (May)

Call	Entry	T1	T2	SL
<b>BUY</b>	<b>&gt;2763</b>	<b>2773</b>	<b>2778</b>	<b>2758</b>
<b>Support &amp; Resistance</b>				
S2	S1	PCP	R1	R2
2714	2732	2768	2798	2818



### NCDEX RM Seed Price Spread

NCDEX Spread	Apr	May	Jun	Jul
<b>Apr</b>	0	46	-8	133
<b>May</b>	46	0	-54	87
<b>Jun</b>	-8	-54	0	141
<b>Jul</b>	133	87	141	0

\*Far Month Contract Vs Near Month Contract.

### NCDEX Soy Seed Price Spread

NCDEX Spread	Mar	Apr	May	Jun
<b>Mar</b>	0	38.5	68	93
<b>Apr</b>	38.5	0	29.5	54.5
<b>May</b>	68	29.5	0	25
<b>Jun</b>	93	54.5	25	0

\*Far Month Contract Vs Near Month Contract.

## Oilseed Prices at Key Markets

Commodity	Centre	Prices (Rs/Qtl)		Change	Arrivals (Bags)		Change
		17/3/2011	16/03/2011		17/3/2011	16/03/2011	
Soybean	Indore -P	2270-2340	2225-2260	+80			
	Indore -M	2130-2200	2125-2180	+40			
	Arrivals in Madhya Pradesh				25000	25000	Unch
	Nagpur-P	2250	2230-2280	-30			
	Nagpur - M	2200-2230	2140-2225	+5			
	Kota-P	2240-2260	2240-2270	-10			
	Kota - M	2180-2230	2150-2200	+30			
Rapeseed/Mustard	Jaipur - C	2700	2680	+20			
	Alwar - C	2000-2500	2000-2550	-50			
	SriGanganagar	2450	2450	Unch			
	Kota	-	2250	-			
	Neewai	-	2450	-			
	Ramganj						
	Baran						
	Arrivals in Rajasthan				300000	350000	-50000
	Delhi- C	2625	2600	+25			
	Katni (MP)						
Groundnut Seed	Hapur (UP)	2525	2525	Unch			
	Rajkot	600	600	Unch	10000	10000	Unch
Sunflower Seed	Latur	2850-3100	2800-3100	Unch	2000	2000	Unch

\*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) 17-03-11 16-03-11 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	
		17.03.11	16.03.11
USA	Dollar	45.24	45.18
Europe	Euro	63	63.13
Japan	Yen	57.14	55.92
Britain	Pound Strlg.	72.56	72.58

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