

### 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 witnessed steady to firm tone on mild buying support in the market. The local seed market could not take cues from BMD CPO as it traded choppy during the session on Friday.*

- Mounting fresh crop arrival pressure limited the gains.
- The supply further increased and crossed the average weekly level of 3.0 lakh bags.
- Mustard seed arrivals in Rajasthan are reported at 4.0 lakh bags (85 kg each) compared to 3.6 a day earlier.
- Millers are the major buyers in the seed and stockists too seemed interested in purchases.
- Overall, the near-term fundamentals remain bearish with rising arrivals and higher output estimates this season which is estimated between 6.8 - 7.1 Mln T vs 5.8 Mln T last year.
- The millers are anticipating rise in overseas mustard seed DOC demand with increasing pace in local crushing in the seed.
- Reportedly India exports above 100 thousand tones of mustard DOC in April,

*Mustard seed prices are likely to face downward pressure on new crop supply pressure. Higher output estimate continue to weigh on the seed prices.*

### Spot Market Analysis: Soybean

*Weak sentiments prevailed in the soybean cash market due to sluggish buying activity in the beans.*

- Crushers are reluctant in crushing the beans due to disparity followed by poor exports in soy meal.
- Hence, poor buying in beans by solvent plant extractor's witnessed in the market.
- The current crush margin on beans is calculated negative at Rs -324/MT compared to Rs -278/MT a week ago.
- The major international soy meal buyers have shifted their demand to South America on competitive price offers with their new crop arrivals.
- The domestic demand in the meal remains normal, which is registered around 2.5 lakh tones a month.
- No fresh domestic meal demand witnessed from the poultry feed industry followed by slow down in domestic poultry industry.
- Internationally, soybean prices may rebound from the biggest fall in a week on expectations demand for US supplies will increase amid speculation that excessive rain in Brazil will delay the harvest.

*Soybean prices will face downward pressure on the back of 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 Doji candle, significant of indecision in the market.
- Prices closed below 9-day 18-day EMA, indicating bearish momentum in near and medium-term.
- MACD is rising in negative territory.
- RSI is rising in neutral region while stochastic are easing in neutral zone.

*The soybean prices are likely to remain side-ways in Saturday's session.*

**Trade Recommendation – Soybean NCDEX (Apr)**

Call	Entry	T1	T2	SL
Stay Away	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
2272	2302	2344	2353	2373

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

- Candlestick chart pattern indicates buying support in the market.
- Prices closed below 9-day 18-day EMA indicating bearish momentum in near and medium-term.
- RSI is rising in neutral region while stochastic is easing in neutral zone.

*The Mustard prices are likely to improve in Saturday's session.*

**Trade Recommendation – Rapeseed NCDEX (May)**

Call	Entry	T1	T2	SL
BUY	>2748	2758	2763	2753
Support & Resistance				
S2	S1	PCP	R1	R2
2675	2683	2753	2770	2787

**NCDEX RM Seed Price Spread**

NCDEX Spread	Apr	May	Jun	Jul
Apr	0	53	96	145
May	-	0	43	92
Jun	-	-	0	49
Jul	-	-	-	0

\*Far Month Contract Vs Near Month Contract.

**NCDEX Soy Seed Price Spread**

NCDEX Spread	Apr	May	Jun	Jul
Apr	0	29	53.5	78
May	-	0	24.5	49
Jun	-	-	0	24.5
Jul	-	-	-	0

\*Far Month Contract Vs Near Month Contract.

## Oilseed Prices at Key Markets

Commodity	Centre	Prices (Rs/Qtl)		Change	Arrivals (Bags)		Change
		25/3/2011	24/03/2011		25/3/2011	24/03/2011	
Soybean	Indore -P	2290-2330	Closed	-	-	-	-
	Indore -M	2225-2275	Closed	-	-	-	-
	Arrivals in Madhya Pradesh				21000	Closed	-
	Nagpur-P	-	-	-	-	-	-
	Nagpur - M	-	-	-	-	-	-
	Kota-P	2280-2300	-	-	-	-	-
	Kota - M	2200-2240	-	-	-	-	-
Rapeseed/Mustard	Jaipur - C	2560	2540-2550	+10			
	Alwar - C	2000-2400	2000-2400	Unch			
	SriGanganagar	2300	2275	+25			
	Kota	2350	2350	Unch			
	Neewai	2350	-	-	-	-	-
	Ramganj	-	-	-	-	-	-
	Baran	-	-	-	-	-	-
	Arrivals in Rajasthan				400000	360000	+40000
	Delhi- C	2530-2535	2525-2530	+5			
	Katni (MP)	-	-				
	Hapur (UP)	-	-				
Groundnut Seed	Rajkot	605	600	+5	5000	5000	Unch
Sunflower Seed	Latur	-	-	-	-	-	-

\*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) 24-03-11 23-03-11 Change

Niger Seed (4% FM)	3200	3200	Unch
Sesame White 98/2/1 FM	5000	5000	Unch
Sunflower Seed	3500	3500	Unch
Kardi Seed 2% Exp Quality	2375	2375	Unch
Groundnut Kernel	3825	3775	+50
Castor Seed	5375	5300	+75
Prices are in INR/100 kg.			

## FOREX RATES as on 24.03.11

Country/ Continent	Currency	Value in Rupees	
		25.03.11	24.03.11
USA	Dollar	44.65	44.77
Europe	Euro	63.28	63.03
Japan	Yen	55.14	55.30
Britain	Pound Strlg.	71.91	72.66

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