

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

Steady to weak sentiments witnessed in the mustard seed cash markets on Monday.

- The increasing new crop supply pressure continues to pressure the domestic mustard seed prices.
- Both millers and stockists are seen buying the seed in all the major centers.

RM Seed Arrivals, Rajasthan(In Bags 85 kg each)	Arrivals (28/03/2011)	1 Month Ago Arrivals	1 Yr Ago Arrivals	3 Yr Avg Arrivals
Arrivals (bags)from Rajasthan	400000	75000	190000	240068
	Current Price	1 Month Ago Price	1 Yr Ago Price	3 Yr Avg Price
RM Seed Price, Jaipur (Rs/Qtl)	2570	2860	2555	2482

- The market is further expecting a fall of about Rs60-70/qtl in the seed when arrivals test 5.0 lakh bags in Rajasthan once the seed arrival picks-up in Sri Ganganagar.
- Mustard oil demand remains steady and no fresh buying in the oil reported. Weak demand in the oil will subdue the seed prices.

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

Soybean prices tumbled on weak buying followed by disparity on crushing the seed coupled by rise in mustard seed supplies in local market.

- The arrivals of the beans in Madhya Pradesh are reported lower at 17,000 bags compared to 20,000 bags previous day.
- Depleting India's soy meal exports due to diversion in demand to South America from the major buyers continue to pressure the domestic bean prices.
- Poor export in soy meal is contributing disparity in soybean crushing. Currently, the disparity in crushing is recorded at Rs -420/MT compared to Rs -278/MT a month ago.
- Normal domestic demand in soy meal is witnessed. The regular domestic demand stands at 2.5 lakh tones a month. Poor offtake in the meal will subdue the meal prices.
- The harvesting of the soybean crop is on in Brazil and reported a harvest above 56 per cent while harvesting in Argentina is expected to gain momentum in a couple of weeks. This will increase the supply pressure in soybean in international market and result in demand diversion in beans demand from US to South America.

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 depicts selling pressure in the market.
- Prices closed below 9-day 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 decline in Tuesday's session.

Trade Recommendation – Soybean NCDEX (Apr)

Call	Entry	T1	T2	SL
SELL	<2309	2299	2234	2314
Support & Resistance				
S2	S1	PCP	R1	R2
2271	2294	2304	2334	2352



RAPSEED

Technical Analysis:

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

The Mustard prices are likely to fall in Tuesday's session.

Trade Recommendation – Rapeseed NCDEX (May)

Call	Entry	T1	T2	SL
SELL	<2707	2697	2692	2712
Support & Resistance				
S2	S1	PCP	R1	R2
2675	2683	2702	2754	2771



NCDEX RM Seed Price Spread

NCDEX Spread	Apr	May	Jun	Jul
Apr	0	59	110	156
May	-	0	51	97
Jun	-	-	0	46
Jul	-	-	-	0

*Far Month Contract Vs Near Month Contract.

NCDEX Soy Seed Price Spread

NCDEX Spread	Apr	May	Jun	Jul
Apr	0	36	64.5	91
May	-	0	28.5	55
Jun	-	-	0	26.5
Jul	-	-	-	0

*Far Month Contract Vs Near Month Contract.

Oilseed Prices at Key Markets

Commodity	Centre	Prices (Rs/Qtl)		Change	Arrivals (Bags)		Change
		28/3/2011	26/03/2011		28/3/2011	26/03/2011	
Soybean	Indore -P	2280-2325	2300-2350	-25			
	Indore -M	2180-2230	2230-2280	-50			
	Arrivals in Madhya Pradesh				17000	20000	-3000
	Nagpur-P	-	2320-2365				
	Nagpur - M	-	2270-2315				
	Kota-P	-	2280-2300				
	Kota - M	-	2200-2240				
Rapeseed/Mustard	Jaipur - C	2570	2600	-30			
	Alwar - C	2000-2400	2000-2400	Unch			
	SriGanganagar	2300	2300	Unch			
	Kota	2300	-	-	-	-	-
	Neewai	-	-	-	-	-	-
	Ramganj	-	-	-	-	-	-
	Baran	-	-	-	-	-	-
	Arrivals in Rajasthan				400000	400000	Unch
	Delhi- C	2525	2550-2560	-35			
	Katni (MP)						
Groundnut Seed	Hapur (UP)	2500	-	-	-	-	-
	Rajkot	610	605	+5	4000	5000	-1000
Sunflower Seed	Latur	-	2850-3150	-		1500	-

*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) 28-03-11 26-03-11 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	2400	2375	+25
Groundnut Kernel	3775	3775	Unch
Castor Seed	5325	5375	-50
Prices are in INR/100 kg.			

FOREX RATES as on 28.03.11

Country/ Continent	Currency	Value in Rupees	
		28.03.11	26.03.11
USA	Dollar	44.78	44.65
Europe	Euro	62.96	62.82
Japan	Yen	55.81	54.84
Britain	Pound Strlg.	71.63	71.50

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