

### 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 market followed by rise in supplies and weak demand in the same.*

- However, firm international vegoil market restricted the fall in the seed prices.
- As expected the supplies are seen rising on fresh arrival pressure from Sri Ganganagar and Hanumangarh.
- The market participants expect buying in the seed to improve within a week. As they feel the supply pressure will gradually wane in a couple of weeks. The prices tend to move up with the decline in the arrivals lending support to the fresh buying.
- The arrivals in Rajasthan improved and reported higher at 4.0 lakh bags (85 kg each) compared to 3.6 lakh bags previous day. This is expected to further rise and tune to the level of about 4.0 - 5.0 lakh bags.
- Besides, slack in mustard oil demand discouraged the millers from aggressive buying and crushing the seed. This is one of the factors weighing on the seed price.
- The millers are exploring the opportunity in mustard seed DOC exports ahead of improvement in the seed crushing expected in due course. Any overseas DOC demand will lend support to 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 plant delivery price at Indore were quoted higher despite dull trade in key cash markets. Higher international vegoil market remained positive factor to the domestic prices on Monday.*

- However, dull trade activity noticed at the key markets in Madhya Pradesh due to *Gudi Padwa* and New Hindu calendar year. The physical markets remained closed in the state.
- No arrivals were reported in Indore mandi and insignificant arrivals witnessed in the Madhya Pradesh.
- Overall, the buying and crushing in the beans remain weak owing to disparity followed by poor overseas exports demand.
- However, Japan imported about 60,000 tonnes soy.meal from India this week, the demand eased after earthquake and tsunami and nuclear disaster. Japan bought 4-5 vessels of Indian soy meal at \$435-\$439 per tonne, including cost and freight, said a top exporter. This will lend support to the local soybean price.
- Overall, the Indian soy meal exports have hit due to demand shift to South America due to attractive price offer in the meal. Currently, the spread between Indian soy meal quotes (FAS Kandla USD/MT) and FOB Argentina is ruling higher at USD 27/MT which is above previous day's level of USD 24/MT.

*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 reflects buying support in the market.
- Prices closed above 9-day and 18-day EMA, indicating bullish momentum in near and medium-term.
- MACD is heading upwards in negative territory.
- RSI and stochastic are rising in neutral zone.

*The soybean prices are likely to improve in Tuesday's session.*

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

Call	Entry	T1	T2	SL
<b>BUY</b>	<b>&gt;2380</b>	<b>2390</b>	<b>2395</b>	<b>2375</b>
Support & Resistance				
S2	S1	PCP	R1	R2
<b>2340</b>	<b>2350</b>	<b>2385</b>	<b>2402</b>	<b>2424</b>

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

- Candlestick chart pattern reflects indecision in the market.
- Prices closed above 9-day and 18-day EMA indicating gains in near and medium-term.
- MACD is rising in negative territory.
- RSI and stochastic are rising in neutral zone.

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

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

Call	Entry	T1	T2	SL
<b>BUY</b>	<b>&gt;2758</b>	<b>2756</b>	<b>2761</b>	<b>2753</b>
Support & Resistance				
S2	S1	PCP	R1	R2
<b>2712</b>	<b>2739</b>	<b>2763</b>	<b>2780</b>	<b>2799</b>

**NCDEX RM Seed Price Spread**

NCDEX Spread	Apr	May	Jun	Jul
<b>Apr</b>	0	59	114	160
<b>May</b>	-	0	55	101
<b>Jun</b>	-	-	0	46
<b>Jul</b>	-	-	-	0

\*Far Month Contract Vs Near Month Contract.

**NCDEX Soy Seed Price Spread**

NCDEX Spread	Apr	May	Jun	Jul
<b>Apr</b>	0	47	82	109
<b>May</b>	-	0	35	62
<b>Jun</b>	-	-	0	27
<b>Jul</b>	-	-	-	0

\*Far Month Contract Vs Near Month Contract.

## Oilseed Prices at Key Markets

Commodity	Centre	Prices (Rs/Qtl)		Change	Arrivals (Bags)		Change
		05/04/2011	02/04/2011		05/04/2011	02/04/2011	
Soybean	Indore -P	2320-2360	2300-2350	+10			
	Indore -M	Closed	2180-2250	-			
	Arrivals in Madh-ya Pradesh				Closed	6000	-
	Nagpur-P	2350-2400	-				
	Nagpur - M	Closed	-				
	Kota-P	2300-2330	-				
	Kota - M	2250-2300	-				
Rapeseed/Mustard	Jaipur - C	2580	2580	Unch			
	Alwar - C	2000-2425	2000-2425	Unch			
	SriGanganagar	2320	2325	-5			
	Kota		-			-	-
	Neewai	2360	2350	+10	-	-	-
	Ramganj		-		-	-	-
	Baran		-		-	-	-
	Arrivals in Rajasthan				400000	360000	+40000
	Delhi- C	2515-2520	2560				
	Katni (MP)				-	-	-
	Hapur (UP)	2525	2525		-	-	-
Groundnut Seed	Rajkot	625	625	Unch	6000	4000	+2000
Sunflower Seed	Latur	2950-3250	-		-	-	-

\*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) 05-04-11 02-04-11 Change

Niger Seed (4% FM)	3200	3200	Unch
Sesame White 98/2/1 FM	5050	5050	Unch
Sunflower Seed	3500	3500	Unch
Kardi Seed 2% Exp Quality	2400	2400	Unch
Groundnut Kernel	3850	3850	Unch
Castor Seed	5425	5425	Unch
Prices are in INR/100 kg.			

## FOREX RATES as on 05.04.11

Country/ Continent	Currency	Value in Rupees	
		05.04.11	02.04.11
USA	Dollar	44.25	44.44
Europe	Euro	62.98	63.25
Japan	Yen	52.57	52.84
Britain	Pound Strlg.	71.50	71.63

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