

### Oilseed Summary

*Oilseed prices feature upward move on buying support in mustard seed. However, bearish sentiments in soybean and higher output estimates in domestic mustard seed restrict the gains. With South American exporters marketing new crop soy meal aggressively, demand for Indian meal continue to decline leading to weakness in local soybean prices.*

### Spot Market Analysis: Rapeseed/Mustard Seed

*Mustard seed prices mostly witnessed steady tone followed with regular buying activity in the seed on Friday.*

- Continued buying support in the seed by stockists and millers kept the seed market stable despite rise in supplies. The arrivals in Rajasthan remained steady at 4.50 lakh bags (85 kg each) compared to previous day's level. The supplies are already higher at these levels and may slightly increase and tune to the level of 4.7 - 5.0 lakh bags in a week.
- The arrivals in the largest mustard seed producing district of Alwar will gradually wane said the traders. Traders feel that maximum quantity of the new crop produce in the district have been offloaded in the market.
- No fresh demand in the mustard oil noticed in the market. Millers are buying the seed hand to mouth due to slack in the oil demand. The mustard oil demand falls during summer.
- Buying in the seed is expected to improve with the fall in moisture content in the seed. Currently, about 8 per cent of moisture is reported in the seed and 5 per cent moisture level is considered to be an ideal for crushing the seed.
- The millers are keen in exploring the opportunity in mustard seed DOC exports ahead of improvement in the crushing. India exports above 100 thousand tones of mustard DOC in the month of April.

*Mustard seed prices are likely to gain on active market participation by stockists followed by good buying in the seed.*

### Spot Market Analysis: Soybean

*Soybean prices improved in the cash market primarily on buying support and supportive higher international market.*

- Arrivals in Madhya Pradesh are reported higher at 25000 bags (90 kg each) compared to the previous day's level of 22000 bags.
- Improved crushing after dull trade activity during last week of the finance year and a couple of local festivities in major soybean producing region has supported the bean price. Sellers are keen at in selling the beans at the current price level followed by buying support from crushers.
- However, slow down in overseas soy meal demand has contributed to disparity in crushing the beans. The current crush margin stands negative at Rs -476/MT compared to an average monthly, March, crush margin of Rs -246/MT. This may consequently affect the crushing during the month.
- India's soy meal exports suffered followed by demand shift to South America supported by competitive 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 41/MT which is above weekly average quote of USD 24/MT.
- Any fresh overseas deal in soy meal of Indian origin will support the upward move in the local soybean price.

*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 uptrend in the price.
- Prices closed above 9-day and 18-day EMA, indicating bullish momentum in near and medium-term.
- MACD is heading upwards in positive territory.
- RSI and stochastic are moving up in overbought zone.

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

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

Call	Entry	T1	T2	SL
<b>BUY</b>	<b>&gt;2467</b>	<b>2477</b>	<b>2482</b>	<b>2462</b>
<b>Support &amp; Resistance</b>				
S2	S1	PCP	R1	R2
<b>2436</b>	<b>2449</b>	<b>2472</b>	<b>2491</b>	<b>2511</b>

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

- Candlestick chart pattern reflects side-ways movement 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 is easing in neutral region while stochastic is rising in overbought zone.

*The Mustard prices are likely to witness both way price movement during Saturday's session.*

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

Call	Entry	T1	T2	SL
<b>Wait</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Support &amp; Resistance</b>				
S2	S1	PCP	R1	R2
<b>2732</b>	<b>2747</b>	<b>2774</b>	<b>2790</b>	<b>2810</b>

**NCDEX RM Seed Price Spread**

NCDEX Spread	Apr	May	Jun	Jul
<b>Apr</b>	0	54	109	150
<b>May</b>	-	0	55	96
<b>Jun</b>	-	-	0	41
<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	44.5	82.5	110.5
<b>May</b>	-	0	38	66
<b>Jun</b>	-	-	0	28
<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
		07/04/2011	06/04/2011		07/04/2011	06/04/2011	
Soybean	Indore -P	2375-2415	2375-2400	+15			
	Indore -M	2275-2330	2260-2310	+20			
	Arrivals in Madhya Pradesh				25000	22000	+3000
	Nagpur-P	2430-2475	2420-2470	+5	-	-	-
	Nagpur - M	2330-2400	2300-2380	+20	-	-	-
	Kota-P	2370-2420	2350-2400	+20	-	-	-
	Kota - M	2300-2360	2300-2360	Unch	-	-	-
Rapeseed/Mustard	Jaipur - C	2635	2650	-15			
	Alwar - C	2450	2450	Unch			
	SriGanganagar	2350	2350	Unch			
	Kota					-	-
	Neewai	2380	2380	Unch	-	-	-
	Ramganj		-		-	-	-
	Baran		-		-	-	-
	Arrivals in Rajasthan				450000	450000	Unch
	Delhi- C	2500	2450	+50			
	Katni (MP)				-	-	-
Groundnut Seed	Hapur (UP)	2550	2560	-10	-	-	-
	Rajkot	640	640	Unch	4000	4000	Unch
Sunflower Seed	Latur	3000-3300	-	-	3000	-	-

\*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) 08-04-11 07-04-11 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	2450	2400	+50
Groundnut Kernel	4050	4050	Unch
Castor Seed	5500	5425	+75
Prices are in INR/100 kg.			

## FOREX RATES as on 08.04.11

Country/ Continent	Currency	Value in Rupees	
		08.04.11	07.04.11
USA	Dollar	44.04	44.22
Europe	Euro	63.40	63.23
Japan	Yen	51.75	51.86
Britain	Pound Strlg.	72.19	71.97

## DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>