

### 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 witnessed steady to firm tone on continued buying support despite higher supplies and firm global cues on Monday.*

- As expected, the arrivals in Rajasthan increased and reported at 4.75 lakh bags (85 kg each) compared 4.50 lakh bags a day ago. The higher supplies failed to pressure the seed market followed by active buying in physical market.
- However, there is no fresh demand in mustard oil at retail. The oil demand declines during summer. The major buyers of the seed are those who can hold the stock at near and medium-term.
- The crushing is expected to improve with the decline in the moisture content in the seed. The average reported moisture content in the seed stands at 8 per cent and the fall to 5 per cent is expected to rise the crushing in the seed.
- As per trade sources, India is expected to export about 1.5 lakh tones of mustard seed DOC looking at the March export of about 1.28 lakh tones vs 0.40 lakh tones in the corresponding period last. India's exports of rapeseed meal rocketed by 91% to 0.55 Mn T in Oct/March 2010/11.

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

### Spot Market Analysis: Soybean

*Steady sentiments were noticed in soybean cash market owing to dull trade activity on Monday.*

- Weak activity was reported in the physical market followed by *Ashtami*, the eighth day of *Chaitra Navratri*.
- Subsequently, arrivals in Madhya Pradesh fell are reported at 7000 bags (90 kg each) compared to 25000 bags on Saturday.
- India's better than expected exports figure in soy meal in the month of March at 410,537 MT vs 163,666 MT in the corresponding period last year is expected to support the rising soybean local prices.
- In a recent move on dated 11/04/11, Dibyjayoti buys nearly 500 tons of Soy meal locally from Indore at the rate of INR 18650 to meet export obligation as it falls short of its export obligation contracted during last couple of weeks. Out of the 500 tons, 100 tons of soy meal are said to supply by Ambika Solvex. Soy meal to the tune of 500 tons is purchased on FOR basis to Gandhidham delivery.
- The current soybean crush margin stands negative at Rs -512/MT compared to an average monthly, March, crush margin of Rs -246/MT. Slow down in the Indian soy meal shipment has contributed to the disparity in soybean crush margin.
- As of now, over 14% of the soybean crop has been harvested in Argentina, with final production estimated at 48.8 million metric tons.
- Increased old-crop carry-over stocks and better than expected production are seen raising soybean supplies of Brazil, Argentina, Paraguay, Uruguay and Bolivia by 1.9 Mn T from last year.

*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 selling pressure 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 positive territory.
- RSI is easing neutral region while stochastic is declining in overbought zone.

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

### Trade Recommendation – Soybean NCDEX (May)

Call	Entry	T1	T2	SL
<b>SELL</b>	<b>&lt;2475</b>	<b>2465</b>	<b>2460</b>	<b>2480</b>
<b>Support &amp; Resistance</b>				
S2	S1	PCP	R1	R2
<b>2451</b>	<b>2460</b>	<b>2470</b>	<b>2514</b>	<b>2530</b>



## RAPESEED

### Technical Analysis:

- Candlestick chart pattern reflects selling pressure in the market.
- Prices closed below 9-day and 18-day EMA indicating fall in near and medium-term.
- MACD is rising in negative territory.
- RSI and stochastic are easing in neutral zone.

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

### Trade Recommendation – Rapeseed NCDEX (May)

Call	Entry	T1	T2	SL
<b>SELL</b>	<b>&lt;2762</b>	<b>2752</b>	<b>2747</b>	<b>2767</b>
<b>Support &amp; Resistance</b>				
S2	S1	PCP	R1	R2
<b>2721</b>	<b>2747</b>	<b>2757</b>	<b>2809</b>	<b>2831</b>



### NCDEX RM Seed Price Spread

NCDEX Spread	Apr	May	Jun	Jul
<b>Apr</b>	0	56	113	164
<b>May</b>	-	0	57	108
<b>Jun</b>	-	-	0	51
<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	45	79	109
<b>May</b>	-	0	34	64
<b>Jun</b>	-	-	0	30
<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
		11/04/2011	09/04/2011		11/04/2011	09/04/2011	
Soybean	Indore -P	2400-2450	2400-2450	Unch			
	Indore -M	2300-2350	2300-2350	Unch			
	Arrivals in Madhya Pradesh				7000	25000	-18000
	Nagpur-P	-	2425-2500		-	-	-
	Nagpur - M	-	2380-2430		-	-	-
	Kota-P	-	2400-2430		-	-	-
	Kota - M	-	2325-2370		-	-	-
Rapeseed/Mustard	Jaipur - C	2660	2650	+10			
	Alwar - C	2475	2475	Unch			
	SriGanganagar	2400	2400	Unch			
	Kota	2400-2425	-	-	-	-	-
	Neewai	2400	2400	Unch	-	-	-
	Arrivals in Rajasthan				475000	450000	+25000
	Delhi- C	2510	2525	-15			
	Katni (MP)				-	-	-
Groundnut Seed	Hapur (UP)	2600	2550		-	-	-
Sunflower Seed	Rajkot	640	650	-10	5000	5000	Unch
	Latur	3000-3300	3200-3300	-300	1500	1000	+500

\*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/ql.

## Other Oilseeds (Mumbai) 11-04-11 09-04-11 Change

Niger Seed (4% FM)	3200	3175	+25
Sesame White 98/2/1 FM	5050	5050	Unch
Sunflower Seed	3500	3500	Unch
Kardi Seed 2% Exp Quality	2525	2490	+35
Groundnut Kernel	4125	4075	+50
Castor Seed	5400	5515	-115
Prices are in INR/100 kg.			

## FOREX RATES as on 11.04.11

Country/ Continent	Currency	Value in Rupees	
		11.04.11	09.04.11
USA	Dollar	44.20	44.08
Europe	Euro	63.90	63.62
Japan	Yen	52.14	51.96
Britain	Pound Strlg.	72.26	72.06

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