

Oilseeds Domestic Fundamentals:

Domestic oilseeds market remained with weak sentiments on lack of active trading activities. Continuous rains over the soybean bowl of India (MP) might raise concern as the crop is in maturity (early sown varieties). Cloudy weather and continuous rains from previous night might delay the crop from Guna, Videsha, Ashok Nagar and its adjoining regions if the weather does not open during coming couple of days. However, overall crop looks good in shape from MP. IMD forecast reveal rainfall over MP and Maharashtra till 9th of Sep and if realize then might delay the crop by at least two weeks which might lend underlying support to the soybean prices.

Renewed seasonal demand for oilmeals and rising edible oil prices likely add support to the oilseed prices for short term. However, the Indian poultry industry is a bit concerned after the FAO's Bird Flu alert in India. Any news in the outbreak will negatively affect the Indian poultry output which will consequently impact in the domestic soy meal consumption.

International Oilseeds Fundamental:

As per US weekly sales report, there were no new sales for soybean were reported during the week. Meanwhile, net sales of 593,800 MT for delivery in 2011-12 were reported (US soybean crop year starts from Sept. 1). Currently, CBOT soybean futures quotes are at USD 1455.75 per bushel which is fueled by ongoing fears of smaller crop potential. The world soybean ending stocks of the 2010/11 season will be higher than expected at a record 75.8 million tonnes (on Aug. 31), approximately 10.0 million tonnes above a year ago. Of the total Aug. 31 soybean stocks, about 6.63 million tonnes are forecast by Oil World to be in the United States, up from 4.11 million tonnes in Aug. 2010.

Outlook:

The domestic oilseeds prices are likely to gain owing to fresh seasonal demand in the vegetable oils which has subsequently encourage the solvent extractors in crushing the seed.

NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Sep-11	-8.50	2399.00	2399.00	2371.00	2383.0
Oct-11	-9.50	2332.00	2332.00	2311.00	2314.0
Nov-11	-7.50	2311.50	2313.00	2297.00	2303.0
Dec-11	-8.00	2346.00	2348.00	2333.00	2336.5

Contract	Volume	Change	OI	Change
Sep-11	22500	-9950	103260	-4370
Oct-11	12830	-32130	76420	740
Nov-11	5180	-13610	67700	430
Dec-11	1110	-2060	15130	430

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	-43.0	26.0	37.0	3.5
Sep-11		-69.0	-80.0	-46.5
Oct-11			-11.0	22.5
Nov-11				33.5

*Far Month Contract Vs Near Month Contract. Spot –Future.

Stocks	Demat 02.09.11	In-Process 02.09.11	Total 02.09.11	FED 02.09.11
Akola				
Indore				
Kota	416	0	416	416
Sagar	182	0	182	182

*SBN Fed Stocks Expiry on 5 Sep '11

NCDEX RM Seed Futures:

Contract	+/-	Open	High	Low	Close
Sep-11	-17.00	2930.00	2935.00	2916.00	2919.00
Oct-11	-15.00	2980.00	2981.00	2964.00	2966.00
Nov-11	-19.00	3041.00	3045.00	3028.00	3029.00
Dec-11	-11.00	3084.00	3090.00	3083.00	3083.00

Contract	Volume	Change	OI	Change
Sep-11	17680	-24270	110850	600
Oct-11	19400	-29600	120710	-1280
Nov-11	7330	-8730	41120	1520
Dec-11	40	-330	1460	0

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	76.00	29.00	-34.00	-88.00
Sep-11		47.00	110.00	164.00
Oct-11			63.00	117.00
Nov-11				54.00

*Far Month Contract Vs Near Month Contract. Spot – Future.

Stocks	Demat 02.09.11	In-Process 02.09.11	Total 02.09.11	FED 02.09.11
S Ganganagar	71897	10	71907	71666
Bikaner	25371	20	25391	25371
Kota	14457	20	14477	14457
Jaipur	59253	10	59263	59003
Alwar	14870	0	14870	14870
Hapur	331	0	331	331

*RMS Fed Stocks Expiry on 5 Feb '12

CBOT Soybean Futures: (as on 02/09/2011)

Contract	+/-	Open	High	Low	Close
Sep-11	+11.25	1431.00	1441.75	1426.00	1436.00
Nov-11	+11.25	1440.00	1452.00	1435.00	1445.75
Jan-12	+10.50	1450.00	1461.75	1445.50	1455.75
Mar-12	+10.00	1452.00	1465.50	1449.50	1459.75

Oilseed Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Soybean		3-9-2011	2-9-2011	
	Indore –Plant	2370-2410	2380-2420	-10
	Indore –Mandi	2270-2310	2260-2310	Unch
	Nagpur-Plant	2400-2450	2425-2480	-30
	Nagpur – Mandi	2300-2350	2325-2380	-30
	Kota-Plant	2360-2380	2340-2400	-20
	Kota – Mandi	2270-2320	2280-2330	-10
Rapeseed/Mustard	Jaipur – C	3000-3005	3000-3005	Unch
	Alwar – C	2800	2900	-100
	SriGanganagar	-	2545	-
	Kota (Non-Condition)	-	2600	-
	Neewai	2970	2980	-10
	Delhi– C	2975	2975	Unch
	Hapur (UP)	2990	3020	-30
Groundnut Seed	Rajkot	810	810	Unch
	Junagarh	-	-	-
	Deesa	-	-	-
	Kurnool	-	-	-
	Amreli	-	-	-
Sunflower Seed	Latur	29000-32000	Closed	-
	Gulbarga	-	-	-
	Solapur	31500-3350	31500-33500	Unch
	Udgir	-	-	-

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 seed in Rs/20 kg, Sunflower Seed in Rs/qtl.

Oilseed Arrivals in Key Centers

Commodity	Centre	Arrivals in Bags/Qtl		Change
Soybean		3-9-2011	2-9-2011	
	Madhya Pradesh	20000	25000	-5000
	Maharashtra	8000	8000	Unch
	Rajasthan	7000	5000	+2000
Rapeseed/Mustard	Rajasthan	42000	47000	-5000
	Uttar Pradesh	-	-	-
	Madhya Pradesh	-	-	-
Groundnut Seed	Gujarat	-	-	-
Sunflower Seed	Maharashtra	-	-	-

Other Oilseed Prices at Mumbai (INR/100 Kg):

Oilseeds	3-9-2011	2-9-2011	Change
Niger Seed (4% FM)	3750	3725	+25
Sesame White 98/2/1 FM	5350	5350	Unch
Sunflower Seed	3400	3400	Unch
Kardi Seed 2% Exp Quality	2750	2700	+50
Groundnut Kernel	5100	5100	Unch
Castor Seed (Bombay)	4980	-	-

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