

OILMEAL

13th June 2005

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal: Domestic Market Improved Further
- USDA Export Sales (May 27 - June 2, 2005)

COMMENTARY & ANALYSIS

DOMESTIC MARKET

Soy meal

The cash market made some bullish trading in the domestic sector during the daylong trade. Moreover, at NCDEX the June contract continued the technical corrections and remained bullish for most of the day. The market after a lean phase is making a strong recovery. Soymeal future is likely to open on a firm note and is expected to improve further.

Plant delivery quotes of Soy seeds remained in the range of Rs 1285 per qtl in Indore while soymeal in physical market has been offered at Rs 9000-9200 per MT, as per quality. FOR quotes remained at Rs 9750 per MT in Kandla in jute bags, FAS has been put at \$ 227- 228 per MT.

India's soymeal exports totaled 225,825 tons in March, 2005 compared with 457,100 tons in March 2004.

DOC rates at different centers

Places	Ex-factory rates (Rs/ton)
Indore	9000-9200
Satna/Morena	9100
Javra/ Mandsore	-
Nanded	8700
Nagpur (42-43%)	8500-9000
Latur	8900
Sangli	9200 - 9300
Dhulia/Jalna	9000-8900
Kota	9350

Soy meal vessel report

Loading of 17,125 MT of SBM is continuing at Kandla Port on the vessel 'Le Rong' to Japan. The vessel is being handled by InterOcean agents. The port is expecting 'Patwira' Naree' to load 19,800 MT of SBM to Japan. The vessel will be handled by Taurus agents. 'IBI' is expected at the port to load 15,000 MT of SBM to Japan. Taurus agents will be handling the vessel.

NCDEX Soy meal Futures price (13th June)

	Prev Close Price	High Price	Low Price	Close Price	Change
June	8775.00	8880.00	8715.00	8848.00	+73.00
July	9144.00	9245.00	9140.00	9160.00	+16.00

Rape/ Mustard meal

The rapemeal cash market remained flat and maintained last weekends market trend. The market arrivals still remained low and so was the demand from the market.

In Shivpuri/ Morena, rates remained at Rs 4300 per MT; Kota & Barah at Rs. 4150 per MT.

Central Organisation For Oil Industry And Trade (COOIT), 1st Advance estimates for the year 2004-2005 has put the Rapeseed/Mustard crop production along with Kharif Toria (1.8 lakh tonnes) to 72.0 lakh tonnes in 2005.

India exported **19,525** tons of rapemeal in March 2005 as compared to 23,775 in March 2004.

Groundnut meal

The groundnut meal market maintained a steady trading and remained at the same level. The demand also remained at the same level as last week. The market is expected to remain firm at this level for the week.

GN extraction in Junagarh, Rajkot has been quoted at Rs 6200 for 40% protein and at Dhulia market it was quoted at Rs. 7700 for 42 per cent protein.

Central Organisation for Oil Industry and Trade (COOIT), 1st Advance Rabi Estimates for the 2004-2005 has put the Rabi GN crop at 17 lakh tonnes, same as last year.

India exported around **4,750 MT** groundnut meal in March, 2005 as compared to 23,875 MT in March, 2004.

INTERNATIONAL MARKET

CBOT: Closed on Saturday and Sunday

(One million metric tons of soybeans or wheat equals 36.74 million bushels.)

CBOT Soymeal Futures as on 10th June, 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Jul '05	212.9	214.5	215.1	211.2	-1.5	211.4
Aug'05	213.4	215.0	215.7	212.0	-1	212.4

CBOT remained closed on Saturday and Sunday

WCE: Closed on Saturday and Sunday

NEWS ANALYSIS

USDA Export Sales (May 27 - June 2, 2005)

Soybean Cake and Meal: Net sales of 84,800 MT were 55 percent above the previous week and 36 percent over the prior 4-week average. The primary buyers were Australia (44,000 MT, including 40,000 MT switched from unknown destinations), Japan (35,500 MT), Mexico (16,500 MT), and Panama (10,400 MT, including 5,800 MT switched from Guatemala). Reductions were reported for unknown destinations (40,000 MT). Exports of 176,400 MT were 76 percent above the previous week and 82 percent over the prior 4-week average. The primary destinations were Australia (44,000 MT), the Dominican Republic (35,100 MT), Mexico (19,000 MT), the Philippines (17,600 MT), Canada (14,500 MT), Panama (13,100 MT), and Guatemala (11,700 MT).

WEATHER WATCH:

Isolated rain/thundershowers likely over Konkan & Goa. Isolated duststorm/thunderstorm likely over Rajasthan and west Madhya Pradesh. Mainly dry weather in the rest region.

India: Oilmeal Export (May 2005)

The export of oil meals during May 2005 is reported at 285,850 tons compared to 423,925 tons in May last year i.e. down by 33 %. The overall export of oilmeal for the month of April to May 2005 is reported at 506,750 tons compared to 901,350 tons during the same period of last year i.e. down by 44%. Last year, India had excellent soybean crop and demand of meal was at peak with best price had lead to record export of soybean meal.

Forex Rates

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.62
European Union	Euro	52.74

Export of Oilmeal

COMMODITY WISE

India's oil meal exports of April - May '05 (compared to comparative period of previous year 2003-04)

Quantity in metric tonnes

Month	S.B. EXT	R.S. EXT	G.N. EXT	R.B. EXT	CST EXT	TOTAL
April 2005	99,250 (366,625)	90,900 (96,000)	12,950 (14,800)	--- (---)	17,800 (---)	220,900 (477,425)
May 2005	156,100 (278,300)	69,650 (100,875)	3,025 (44,750)	6,875 (---)	50,200 (---)	285,850 (423,925)
TOTAL	255,350 (644,925)	160,550 (196,875)	15,975 (59,550)	6,875 (---)	68,000 (---)	506,750 (901,350)
2004-05	1,861,325	588,805	121,475	43,056	70,750	2,685,411
2003-04	2,683,675	447,050	126,750	---	65,550	3,323,025
2002-03	1,333,318	455,533	15,225	---	92,445	1,896,521
2001-02	2,509,207	313,012	101,001	---	97,557	3,020,777
2000-01	2,182,142	62,968	18,609	---	10,992	2,336,638
1999-00 (F.Y)	2,249,505	79,874	1,808	---	93,365	2,428,470

S.B.- Soybean Extns., R.S.- Rapeseed Extns., G.N.- Groundnut Extns., CST - Castoseed Extns, R.B.- Ricebran Extns
Source: SEA Data Bank

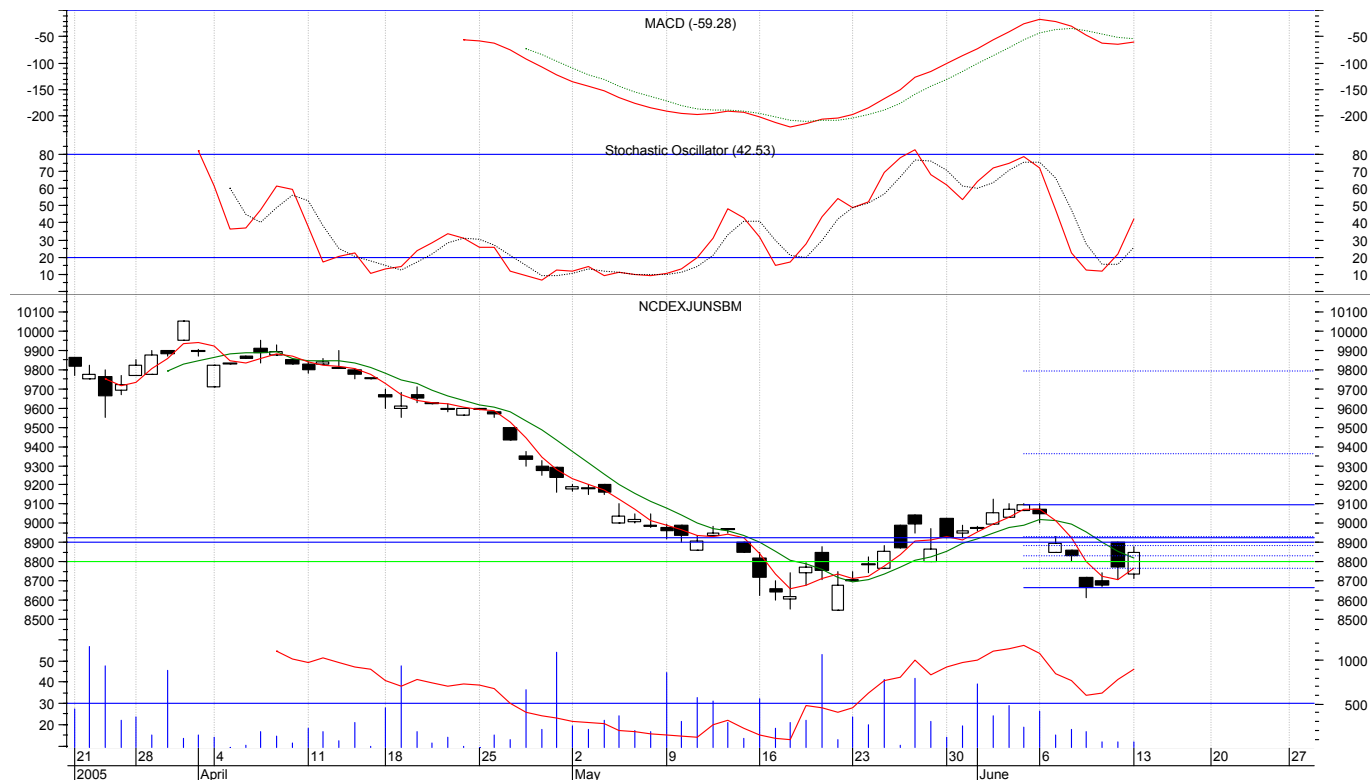
PORTWISE

MONTH	BEDI	MUM- BAI	BHAV- NAGAR	KANDLA	VIZAG	KAKI- NADA	MAGD- ALLA	MUNDRA	TOTAL
April 2005	35,175 (61,525)	43,250 (102,175)	--- (34,700)	126,625 (235,500)	15,850 (24,125)	--- (7,500)	--- (---)	--- (11,900)	220,900 (477,425)
May 2005	10,500 (115,600)	48,325 (61,250)	--- (12,225)	188,975 (155,950)	30,425 (56,400)	6,875 (9,000)	750 (---)	--- (13,500)	285,850 (423,925)
TOTAL	45,675 (177,125)	91,575 (163,425)	--- (46,925)	315,600 (391,450)	46,275 (80,525)	6,875 (16,500)	750 (---)	--- (25,400)	506,750 (901,350)

Technical Analysis

June 13, 2005

Commodity : Soymeal
Contract : June (Future)
Exchange : NCDEX
Perspective : Very Short Term (Daily)



Candlesticks: The candlestick pattern is showing bullishness in the market. The prices did show an upward surge in the daylong trade. However, the resistance and support level will be at 8925 and 8800 levels respectively.

Moving Average: The 3 -day MA has cut the 5 -day MA from above and the 3 - day MA is showing an upward turn.

MACD: The MACD (5-day) is showing a upward bent and is moving ahead. However, both are in the negative territory.

Stochastic: The %K-line has cut the % D -line from below and is moving upward. The per cent K line is showing a reversal.

All the indicators are pointing towards some firmness in the prices. The market may open on a firm note but is expected move further ahead.

Recommendation: Prices is expected to open firm and if it goes above 9000 remain long.

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