

OILMEAL

6th September, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Domestic Market Expecting Further Improvement

COMMENTARY

DOMESTIC MARKET

Soy meal

Soy meal prices continued its range bound with stable sentiment at most of the domestic spot market today as compared to last day amid stable demand and supply. In Indore the prices remained stable. The market activities remained less today. At the NCDEX, there was no trading activity today. According to the traders, the soymeal prices likely to decrease in near future due to production will be increased in kharif season.

Plant delivery quotes of Soy seeds witnessed stable today as compared to last day and traded at Rs 1260-1265 per qtl in Indore while soymeal in physical market has been traded within a range of Rs.8500-8600 per MT, as per quality. FOR quotes remained at Rs 9350-9450 per MT in Kandla in jute bags, FAS has been put at \$ 217-218 per MT.

India's soymeal exports totalled **135,550** tons in June 2005 compared with 19,250 tons in June 2004.

DOC rates at different centers

Places	Ex-factory rates (Rs/ton)	
	5.09.05	6.09.05
Indore	8500	8500
Shivpuri/Morena	8650	8650
Nanded	9000	8900-9000
Nagpur (42-43%)	8400-8800	8400-8800
Latur	9000	9000
Sangli	-	-
Jalna/Dhulia	8700-8800	8600-8900
Kota	8950	8900
Kandla	9400	9400
Mumbai	9500	9500
Vizag	9300	9300

Soy Meal Vessel Report (05.09.05)

Loading of 6,000 MT of SBM is continuing at Mumbai Port on the vessel 'Lisa L' to Sharja. SDS agents is handling the vessel. The port is loading 3,000 MT of SBM on the vessel 'Zale'. The vessel is being handled by Seagull agents.

NCDEX Soy meal Futures price (6th September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Sept'05	8525.00	0.00	0.00	8525.00	0.00
Oct'05	8746.00	0.00	0.00	8746.00	0.00

Rape/ Mustard meal

The rapeseed/mustard meal market also showed the same trend like soymeal and remained stable due to stable demand and supply today. However, the demand from poultry industry is to catch up and support the prices stable.

In Shivpuri/ Morena, it was traded at Rs.4600 per MT; Kota (not available) & Barah(not available)), which was remained range bound with stable undertone from previous day.

India exported **45,750** tons of rapemeal in June 2005 as compared to 54,400 in June 2004.

Groundnut meal

The new kharif crop will hit the market in November and production is expected to be good. In the coming days the prices may remain within the range and later on will be comfortable. Groundnut meal market continued the steady trend and is expected to get a firm support from the retail end and millers and exporters.

In Rajkot, the GN extraction has been quoted for Rs 6200-Rs.6400/MT for 40% protein at stable position and in Dhulia it remained at Rs.7600/MT.

India exported around **17,700 MT** groundnut meals in June 2005 as compared to 2,300 MT in June 2004.

INTERNATIONAL MARKET

CBOT remained closed on Monday due to Labour Day.

CBOT Soymeal Futures as on 2nd September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	184.5	184.0	184.2	182.3	-0.4	184.1
Oct'05	185.4	185.8	185.8	183.4	-1	184.4

CBOT remained closed on Saturday and Sunday

WEATHER WATCH: (06.09.05)

MAIN FEATURES

During last 24 hours, light to moderate fairly widespread rains have occurred over Tamil Nadu & Pondicherry, Coastal Andhra Pradesh, Rayalaseema, Coastal Karnataka, Kerala, Lakshadweep, Konkan & Goa, Madhya Maharashtra, East Uttar Pradesh, Bihar, northeastern States.

The rainfall (in cms.) are: Agathi-6, Shirali, Amini Divi, Nasik, Karwar -4 each.

Under the influence of upper air cyclonic circulation over southwest Bay of Bengal, a low pressure area has formed over central parts of south Bay of Bengal. Associated cyclonic circulation extends upto mid-tropospheric levels tilting southwestwards with height. It is likely to move in a northwesterly direction and become more marked.

Under the influence of this system, the rainfall activity over Andhra Pradesh and Tamil Nadu is likely to increase after 7th.

A cyclonic circulation lies over northwest Madhya Pradesh and adjoining southwest Uttar Pradesh and extends upto 2.1 Km. a.s.l.

Yesterday's upper air cyclonic circulation over North Interior Karnataka and neighbourhood now lies over Konkan & Goa and adjoining east central Arabian Sea and extends upto 4.5 km a.s.l.

FORECAST VALID 0830 HOURS IST OF 9th SEPTEMBER, 2005

NORTH : Rain/thundershowers likely at many places over Uttaranchal; at a few places over Uttar Pradesh and isolated in the rest region.

EAST : Rain/thundershowers likely at many places over northeastern States, Sub-Himalayan West Bengal & Sikkim and Bihar; at a few places over East Madhya Pradesh and isolated over rest region.

SOUTH : Rain/thundershowers likely at many places over coastal Tamil Nadu, Coastal Karnataka, Kerala and Lakshadweep and at a few places in the rest region. Reduction of the rainfall over Karnataka, Kerala and Lakshadweep on 7th while increase of rainfall over Tamil Nadu and Coastal Andhra Pradesh from 7th.

WEST : Rain/thundershowers likely at many places over Konkan and Goa and at a few places over Madhya Maharashtra and West Madhya Pradesh and isolated in the rest region.

Warning

Isolated heavy rainfall likely over Sub-Himalayan West Bengal & Sikkim, coastal Tamil Nadu, Coastal Karnataka, Kerala and Lakshadweep.

OUTLOOK for subsequent two days based on NCMRWF and other numerical weather products:

Rainfall activity is likely to increase over Peninsular India.

Source: GOI (IMD)

FOREX RATES (06.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.86
European Union	Euro	54.78

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