

## OILMEAL

17<sup>th</sup> September, 2005

### MAJOR ACTIVITY HIGHLIGHTS

- Spot Prices Declined Marginally on Lack of Retail Support
- NCDEX Futures Traded Range Bound On Subdued Sentiments

### COMMENTARY DOMESTIC MARKET

#### Soy meal

Soy meal prices witnessed steady and declining movement today in most of the places inspite of a stable demand and plant maintenance work is in progress. In Indore the prices of DOC was 8400. At NCDEX for September contract prices witnessed no trading activity. The prices are expected to be range bound and with slightly weak sentiments.

Plant delivery quotes remained same. Soy seeds traded at Rs1210 per qtl. In Indore soy meal in physical market traded in same range of Rs.8500 per MT, as per quality. FOR quotes remained at Rs 9050-9150 per MT in Kandla in jute bags, FAS has been put at \$ 208-210 per MT.

India's soy meal exports totalled **112,575** tons in August 2005 compared with 17,325 tons in August 2004.

#### DOC rates at different centers

Places	Ex-factory rates (Rs/ton)	
	17.09.05	19.09.05
Indore	8400-8500	8500
Shivpuri/Morena	8300	8350
Nanded	8700	8700
Nagpur (42-43%)	8800-8400	8800-8400
Dhulia/Jalna	8550-8600	8550-8600
Kota	8600	8500
Kandla	9160	9000
Mumbai	9400	9400
Vizag	9300-9400	9300
Sangli	8900-9000	8950
Datia	8550	8550

The prices today remained same due to very less trade conducted in Spot market on occasion of Ganesh Visarjan in Maharashtra.

#### NCDEX Soy meal Futures price (17<sup>th</sup> September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Sept'05	8400.00	8400.00	8400.00	8400.00	0.00
Oct'05	8400.00	8400.00	8400.00	8400.00	0.00

#### Soy Meal Vessel Report (18.09.05)

Kandla Port is expecting 'Phuong Dong 2' to load 12,000 MT of SBM to Vietnam. Hind Shipping will be handling the vessel.

#### Rape/ Mustard meal

The rapeseed/mustard meal market witnessed lower trade today as compared to last day due to reduced supply as most of the stocks are with NAFED. The market may remain range bound in the near term.

In Shivpuri/ Morena, mustard meal traded at Rs.4650 per MT; Kota 4400, market remained same when compared to previous day. Trading activity was thin on occasion of Ganesh Visarjan.

India exported **43,825** tons of rapemeal in August 2005 as compared to 33,325 in August 2005.

#### Groundnut meal

The market sentiment today also weak and range bound at Dhulia Poultry demand is expected to move down. The kharif groundnut crop is expected to be in a good position due to rainfall; therefore in coming time prices may be range bound on a slightly weaker side. Partial arrival of the groundnut's new crop in some markets of Gujarat pressured the prices to trade range bound.

In Rajkot, the GN extraction remained at Rs.6000/MT at stable position and in Dhulia it remained at Rs.7400/MT.

India exported around **15,100 MT** groundnut meals in August 2005 as compared to 8750 MT in August 2004.

## INTERNATIONAL MARKET

CBOT soybean meal remained closed during the weekend holiday. Market will reopen on Monday's evening (19.09.05).

### CBOT Soybean Futures as on 16<sup>th</sup> September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	173.2	174.4	174.4	172.9	+0.3	173.5
Oct'05	175.9	176.8	177.0	175.8	+0.7	176.6

CBOT remained closed on Saturday and Sunday

## WEATHER WATCH: (17.09.05)

### Weather Forecast

During past 24 hours, fairly widespread rains with heavy to very heavy rainfall have occurred over north Andhra Pradesh-south Orissa coasts and south Chhattisgarh. Light to moderate scattered rainfall have also occurred over Andaman & Nicobar Islands, interior Orissa, Konkan & Goa, Telangana, Gujarat Region, Madhya Pradesh, Jharkhand, East Uttar Pradesh, Himachal Pradesh and Uttaranchal. Chief amounts of rainfall recorded (in cms) are: Kalingapatnam-35, Koraput-17, Visakhapatnam-13, Udaipur-11, Tikabali-10, Nawrangpur-9, Bhubaneswar-7 and Jagdalpur-7.

Yesterday's deep depression over northwest Bay of Bengal moved in a west-southwesterly direction and intensified into a cyclonic storm at 1730 hours IST of yesterday, i.e. 18.09.05, near Lat. 19.5° N/ Long. 86.5° E. It crossed north Andhra Pradesh near Kalingapatnam this morning and lies centered at 0830 hours IST of today near Lat. 18.5° N/ Long. 84.0° E close to Kalingapatnam over land. The system is likely to move in a west-northwesterly direction and weaken gradually. Under its influence widespread rainfall with heavy to very heavy falls at a few places is likely over Coastal Andhra Pradesh, Telangana, south Orissa and south Chhattisgarh during next 24 hours. The belt of heavy rainfall may gradually shift westwards into Maharashtra and North Interior Karnataka.

The upper air cyclonic circulation over Uttaranchal and neighbourhood now lies over Uttaranchal and adjoining Himachal Pradesh and extends upto 3.1 km a.s.l.

The upper air cyclonic circulation over Gujarat state and adjoining south Rajasthan moved westwards and now lies over southeast Pakistan and neighbourhood extending upto 3.1 km a.s.l.

## Forecast Valid For Next 72 Hours

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

**SOUTH:** Rain/thundershowers likely at most places over north Coastal Andhra Pradesh and Telangana; at many places over Andaman & Nicobar Islands and rest Andhra Pradesh; at a few places over Karnataka and Lakshadweep and isolated in the rest region. Rainfall over Karnataka is likely to increase after 24 hours.

**WEST:** Rain/thundershowers likely at many places over Gujarat Region, West Madhya Pradesh and Maharashtra; at a few places over East Rajasthan and isolated in the rest region. Further increase in rainfall over Maharashtra after 24 hours.

### Warning

Heavy to very heavy falls likely at a few places over south Orissa, north Coastal Andhra Pradesh, Telangana and south Chhattisgarh. Isolated heavy rainfall also likely over Gujarat region, Konkan & Goa, Vidarbha, south Coastal Andhra Pradesh, Rayalaseema and Andaman & Nicobar Islands. The heavy rainfall activity over Maharashtra likely to increase after 24 hours.

Squally wind with speed reaching 45-55 kmph likely along and off north Andhra Pradesh-south Orissa coast during next 12 hours.

The state of the sea will be very rough. Fishermen are advised not to venture into the sea for one more day.

### Outlook For The Next Two Days

Increase in rainfall is likely over Coastal Karnataka, Maharashtra and south Gujarat.

Rainfall activity over Orissa and Andhra Pradesh is likely to decrease.

Source: GOI (IMD)

## FOREX RATES (17.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.90
European Union	Euro	53.15

### 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>  
© 2005 Indian Agribusiness Systems Pvt Ltd.