

OILMEAL

9th September, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Spot Market Prices Moves High
- NCDEX Trading Thin

COMMENTARY

DOMESTIC MARKET

Soy meal

Soy meal prices were in an increased sentiment at most of the domestic spot market today as compared to last day amid increased demand from poultry industry and plant maintenance work in progress restricting the supply of oil and meal. In Indore the prices of DOC were in a range of 8600-8700. At NCDEX, extremely thin trading was observed however prices went up by Rs.50 for September contract. According to the traders. The prices are expected to be slightly strong in the coming days.

Plant delivery quotes of Soy seeds witnessed weak today as compared to last day and traded at Rs1245.80 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 9300-9400 per MT in Kandla in jute bags, FAS has been put at \$ 214-216 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)	
	8.09.05	9.09.05
Indore	8500-8600	8600-8700
Shivpuri/Morena	8500	8500
Nanded	8900	9000
Nagpur (42-43%)	8400-8900	9000
Latur	8900	9000
Jalna/Dhulia	8700-8800	8600-8700
Kota	8800-8900	8900-9000
Kandla	9400	9400
Mumbai	9500	9500
Vizag	9700	9700

Soy Meal Vessel Report (09.09.05)

Mumbai Port is expecting 'Indruwa Valley' to load 2,500 MT of SBM. Sai Shipping agents will be handling the vessel

NCDEX Soy meal Futures price (9th September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Sept'05	8450.00	8500.00	8500.00	8500.00	+50.00
Oct'05	8746.00	0.00	0.00	8746.00	0.00

Rape/ Mustard meal

The rapeseed/mustard meal market improved due to increased demand today. The market may continue on an improved side due to increased demand from poultry industry.

In Shivpuri/ Morena, it was traded at Rs.4700 per MT; Kota 4500 & 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 market sentiment remained range bound with a slightly weak sentiment today. Groundnut crop is expected to come up in the month of November and production is expected to be good. In the coming days the prices may remain range bound and may then increase. Groundnut meal market 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.6300/MT for 40% protein at stable position and in Dhulia it remained at Rs.7600/MT for 43% protein.

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

INTERNATIONAL MARKET

CBOT Soymeal Futures Lower ahead of USDA

Report

Soymeal futures at Chicago Board of Trade (CBOT) traded lower yesterday ahead of USDA's weekly exports sales report today evening. Soymeal futures contract for December was \$ 1.00 low at \$ 186.80 a short ton and soybean November futures contract ended 5.75 cents lower at \$6.005. USDA is also scheduled to release its monthly report on crop production supply and demand on coming Monday.

CBOT Soymeal Futures as on 8th September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	184.8	183.5	184.4	182.3	-0.4	184.4
Oct'05	185.9	184.5	185	183.2	-1.0	184.9

CBOT remained closed on Saturday and Sunday

WEATHER WATCH: (09.09.05)

MAIN FEATURES

During last 24 hours, fairly widespread rains with isolated heavy falls occurred over coastal Orissa, Gujarat region and Marathwada. Scattered moderate rains have also occurred over Coastal Andhra Pradesh, Coastal Tamil Nadu, Konkan & Goa, Madhya Maharashtra, Coastal & South Interior Karnataka, Kerala, Lakshadweep and West Rajasthan. Chief amounts of the rainfall (in cms.) are: Puri-18, Bhubaneswar-14, Port Blair & Gopalpur-10 each, Cuttack-9, Aurangabad & Jaisalmer-8 each, Surat-7.

Yesterday's low pressure area over west central Bay of Bengal off Coastal Andhra Pradesh persists. Associated cyclonic circulation extends upto mid-tropospheric levels tilting southwestwards with height. It is likely to move in a northwesterly direction.

An upper air cyclonic circulation extending upto mid-tropospheric levels lies over south Madhya Maharashtra and Neighbourhood.

Under the influence of this system, fairly wide spread rain with heavy falls likely over Orissa, north Coastal Andhra Pradesh, Konkan & Goa and Madhya Maharashtra during next 2-3 days.

The cyclonic circulation over central Pakistan and adjoining northwest Rajasthan persists extending upto 1.5 km a.s.l. Another upper air cyclonic circulation extending upto 2.1 km a.s.l. lies over north Pakistan and adjoining Jammu & Kashmir. They are also likely to cause scattered to moderate rainfall over northwest India outside Uttar Pradesh where rainfall is likely to remain subdued.

FORECAST VALID FOR NEXT 72 HOURS

NORTH: Rain/thundershowers likely at a few places over Uttaranchal, Himachal Pradesh, Jammu & Kashmir, Punjab and Haryana and isolated over the rest region.

EAST: Rain/thundershowers likely at most places over coastal Orissa and at a few places over rest Orissa, Gangetic West Bengal and Chhattisgarh and isolated in the rest region. Rainfall activity likely to increase over Chhattisgarh and East Madhya Pradesh after 10th.

SOUTH: Rain/thundershowers likely at many places over Andaman & Nicobar Islands and Coastal Andhra Pradesh and at a few places over the rest region. Rainfall activity likely to increase over Interior Andhra Pradesh after 10th.

WEST: Rain/thundershowers likely at many places over Gujarat Region, Konkan & Goa and Madhya Maharashtra and at a few places over rest region outside West Madhya Pradesh and South Rajasthan where it will be Isolated. Rainfall activity likely to increase over Gujarat and West Madhya Pradesh after 10th.

Warning

Isolated heavy to very heavy rainfall is likely over Andaman & Nicobar Islands, Orissa, Konkan & Goa, Madhya Maharashtra, north Coastal Andhra Pradesh and Gujarat Region.

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

- Rainfall activity is likely to continue over Peninsular India.
- Increase in rainfall over central India.

Source: GOI (IMD)

FOREX RATES (09.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.81
European Union	Euro	54.48

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