

## OILMEAL

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

### MAJOR ACTIVITY HIGHLIGHTS

- Rise in Spot Prices

#### Latest Exports Soymeal News

### COMMENTARY

#### DOMESTIC MARKET

##### Soy meal

Soy meal prices went up down sharply due to correction. In Indore the prices of DOC was 8400. At NCDEX for September contract prices surged high on impact of recovery in international prices. The prices are expected to be range bound in the coming days.

Plant delivery quotes of Soy seeds remained in same today as compared to last day and traded at Rs1220 per qtl. In Indore while soy meal in physical market has been traded within a range of Rs.8400 per MT, as per quality. FOR quotes remained at Rs 9200-9100 per MT in Kandla in jute bags, FAS has been put at \$ 212-213 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)	
	13.09.05	14.09.05
Indore	8300-8500	8400
Shivpuri/Morena	8300	8300
Nanded	8800-8900	8700
Nagpur (42-43%)	8900-9000	8400-8800
Latur	8985	8800
Jalna	8500-8700	8550
Dhulia	8600	8550
Kota	8500	8600
Kandla	9200	9200
Mumbai	9400	9400
Vizag	9400	9300

##### NCDEX Soy meal Futures price (14<sup>th</sup> September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Sept'05	8255.00	8400.00	8299.00	8400.00	+145.00
Oct'05	8746.00	0.00	0.00	8746.00	0.00

##### Soy Meal Vessel Report (14.09.05)

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

##### Rape/ Mustard meal

The rapeseed/mustard meal market remained same today as a result of 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.4700 per MT; Kota 4450, market remained same when compared to previous day.

India exported **43,825** tons of rapemeal in August 2005 as compared to 33,325 in August 2004.

##### Groundnut meal

The market sentiment remained range bound today at Dhulia, following which the prices may remain range bound. Poultry demand is expected to move up and local consumption is expected to increase.

In Rajkot, the GN extraction has been quoted for Rs.6050/MT at stable position and in Dhulia it remained at Rs.7500/MT.

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

### INTERNATIONAL MARKET

#### Soymeal Futures Recover on Commercial Buying

Soy meal futures at Chicago Board of Trade (CBOT) bounced back from its earlier weakness and ended at an unchanged level yesterday, following a late recovery in Soybean futures. Soy meal futures contract remained unchanged at \$181.40 a short ton. Soybean futures contract for November ended 1 cent lower at \$5.86.

Recovery in Soybean and Soy meal prices was observed mainly due to commercial buying followed by rumours of Chinese buying interest and reports of export operations becoming normal at Louisiana Gulf. The National Oilseed Processors Association will release its August soybean crush at 7:30 a.m.CDT

#### CBOT Soy meal Futures as on 13<sup>th</sup> September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	180.4	177	178.2	176.2	-0.5	177.5
Oct'05	181.7	178.5	179.7	177.3	-0.5	178.8

CBOT remained closed on Saturday and Sunday

## WEATHER WATCH: (14.09.05)

### MAIN FEATURES

During past 24 hours, fairly widespread with isolated with heavy to very heavy rainfall have occurred over Orissa, Gangetic West Bengal, north Coastal Andhra Pradesh, Chhattisgarh, East Madhya Pradesh and Vidarbha. Fairly widespread moderate rainfall has also occurred over Konkan & Goa, Coastal Karnataka, West Madhya Pradesh, Haryana, Himachal Pradesh and Uttaranchal. Light to moderate scattered rainfall has occurred over rest region of the country outside Tamil Nadu, south Andhra Pradesh and Uttar Pradesh. Chief amount of rainfall (Cm) are: Digha-24, Port Blair-15, Nagpur-14, Waltair-12, Balasore, Champa, Raipur & Mahabaleshwar-8 each, Long Islands-7, Vishakapattanam-6, Mumbai (Colaba)-3.

Yesterday's well marked low pressure area over south Gujarat coast & adjoining Saurashtra has concentrate into a depression and now lies over northeast Arabian Sea with its centre near Lat 20° N/ Long. 68° E about 200 km southwest of Veraval. The system is likely to move in a westerly direction.

The depression over Chhattisgarh has weakened into a well marked low pressure area and now lies over East Madhya Pradesh & neighbourhood with associated upper air cyclonic circulation extending upto mid tropospheric levels. The system is likely to move in a west-north-westerly direction and weaken further.

Under the influence of above systems, fairly widespread rains with heavy to very heavy falls are likely over Vidarbha, Chhattisgarh, Madhya Pradesh and Konkan & Goa for next 2-3 days and over Gangetic West Bengal, Orissa and Jharkhand for another 24 hours.

The Western Disturbance as an upper air system over Jammu & Kashmir and neighbourhood is moving away east-north eastwards.

## FORECAST VALID FOR NEXT 72 HOURS

**NORTH:** Rain/thundershowers likely at many places over Himachal Pradesh and Uttaranchal and at a few places over the region outside Jammu & Kashmir Pradesh where it may be isolated.

**EAST:** Rain/thundershowers likely at most places over East Madhya Pradesh; at many places over Gangetic West Bengal, Orissa, Chhattisgarh and Jharkhand and at a few places over the rest region outside northeastern States where it may be isolated. Rainfall likely to decrease over Orissa, Gangetic West Bengal and Jharkhand after 36 hours.

**SOUTH:** Rain/thundershowers likely at most places over Andaman & Nicobar Islands; at many places over Konkan & Goa and Coastal Karnataka and at a few places over the rest region outside Rayalaseema and Tamil Nadu & Pondicherry where it may be isolated.

**WEST:** Rain/thundershowers likely at most places over Konkan & Goa and Vidarbha; at many places over the rest region outside Rajasthan and Gujarat where it may be at a few places.

### Warning

Heavy to very heavy rainfall likely at a few places over Andaman & Nicobar Islands, Chhattisgarh, Madhya Pradesh, Vidarbha and Konkan & Goa. Isolated heavy rain also likely over Gangetic West Bengal, Orissa, Madhya Maharashtra, Marathwada and Gujarat.

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

A low-pressure area is likely to form over central Bay of Bengal, which may enhance rainfall activity over eastern parts of the country after 18<sup>th</sup>.

### Source: GOI (IMD)

### FOREX RATES (14.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.92
European Union	Euro	53.97

### 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.