

## OILMEAL

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

### MAJOR ACTIVITY HIGHLIGHTS

- Spot Prices Declined
- No Trading at October NCDEX Contract

### COMMENTARY

#### DOMESTIC MARKET

##### Soy meal

Soy meal prices at the spot markets remained weak today at most of the places due stable demand. In Indore the prices of DOC remained at Rs.8200-8850. In NCDEX futures for October contract no trading activity was observed. However in November contract the prices declined today in afternoon trade and are expected to remain range bound in the near term.

Plant delivery quotes remained near about same and Soy seeds traded at Rs1180 per qtl. In Indore soymeal in physical market traded range bound on a slightly improved side at Rs.8200-8850 per MT, as per quality. FOR quotes remained at Rs 8950-9000 per MT in Kandla in jute bags, FAS has been put at \$ 206-208 per MT.

India's soymeal 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)	
	26.09.05	27.09.05
Indore	8200-8500	8200-8850
Shivpuri/Morena	8300	8300
Nanded	8700	8700
Dhulia/Jalna	8400-8600	8400-8700
Kota	8600	8600
Nagpur	8200-8500	-
Latur	8400	-
Kandla	9200	9000
Mumbai	9200-9300	9300
Vizag	-	9100
Sangli	8700-8800	8800-8900

##### NCDEX Soy meal Futures price (27<sup>th</sup> September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Oct'05	8610.00	0.00	0.00	8610.00	0.00
Nov'05	8480.00	8401.00	8400.00	8400.00	-80.00

##### Soy Meal Vessel Report (27.09.05)

Kandla Port is loading 12,000 MT of SBM on the vessel 'Phuong Dong 2' to Vietnam. Hind Shipping is handling the vessel. The port is expecting to load 16,000 MT of SBM on the vessel 'State of Nagaland'. Shantilal agents will be handling the vessel.

Loading of 5,100 MT of SBM is expected at Mumbai Port from the vessel 'Seven Star'. Sai Shipping agents will be handling the vessel.

'Yang Quan' is expected at Jamnagar Port to load 14,250 MT of SBM to China. The vessel will be handled by Seacrest agents.

##### Rape/ Mustard meal

The rapeseed/mustard meal market remained same as compared to last trading day. The market may remain range bound in the near term.

In Shivpuri/ Morena, mustard meal traded at Rs.4600-4700 per MT. Market improved when compared to previous day.

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

##### Groundnut meal

The market sentiment today increased as compared to previous trading day. The kharif groundnut crop is expected to arrive in market in about 4-5 day's time. In Rajkot, the GN extraction was 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

#### CBOT Soymeal Falls on Latest USDA Report

Soymeal futures at Chicago Board of Trade (CBOT) ended lower following a moderate fall in Soybean futures. Soymeal futures declined on speculation that rising

production forecast will increase soybean crushing thus increasing the supply. Soybean was on its seven month low on USDA's report of above average harvest. However increased demand from China as per the latest export sales provided light underlying support. Soybean futures contract for December settled \$1.80 lower at \$174.20 a short ton and Soybean November futures contract ended 6.50 cents lower at \$5.6750.

#### CBOT Soybean Futures as on 26<sup>th</sup> September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	171.3	171.6	171.6	169.5	-1.6	169.7
Oct'05	174.2	174.0	174.0	172.2	-1.8	172.4

CBOT remained closed on Saturday and Sunday

#### WEATHER WATCH: (27.09.05)

##### Chief Features

During last 24 hours, scattered light to moderate rainfall has occurred over Sub-Himalayan west Bengal & Sikkim. Isolated light rainfall has also occurred over northeastern States, Western Himalayas and south peninsula.

Mainly dry weather prevailed over northwest India and central India.

The circulation features suggest that the southwest monsoon is likely to withdraw from parts of Rajasthan, Punjab, Haryana and Jammu & Kashmir during next 48 hours.

An upper air cyclonic circulation over extending between 2.1 and 3.1 km a.s.l. lies over Saurashtra & Kutch and adjoining southeast Pakistan.

The cyclonic circulation over north Bay of Bengal persists extending between 2.1 and 3.6 km a.s.l. A north-south trough runs from Sikkim to center of above circulation.

The western disturbance as an upper air system and the trough in westerlies have moved away northeastwards.

#### Forecast valid 0830 hours IST of 30<sup>th</sup> September, 2005

**NORTH:** Isolated rain/thundershowers likely over Uttar Pradesh, Uttaranchal, Himachal Pradesh and Jammu & Kashmir. Mainly dry weather is likely in the rest region.

**EAST:** Rain/thundershowers likely at a few places over Northeastern States and West Bengal & Sikkim and isolated in the rest region outside Jharkhand, East Madhya Pradesh and Chhattisgarh where weather may be mainly dry. Slight increase in rainfall over Gangetic West Bengal and coastal Orissa after 24 hrs.

**SOUTH:** Rain/thundershowers likely at many places over Andaman & Nicobar Islands and isolated in the rest region outside Telangana and Rayalaseema where weather may be mainly dry. Increase in rainfall activity over coastal Andhra Pradesh and Tamil Nadu after 48 hrs.

**WEST:** Isolated rain/thundershowers likely over Konkan & Goa, Madhya Maharashtra and Gujarat. Mainly dry weather is likely in the rest region.

##### Warning

Isolated heavy rainfall likely over Andaman & Nicobar Islands and Sub-Himalayan West Bengal & Sikkim.

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

Slight increase in rainfall is likely over east coast and south peninsula.

##### Source: GOI (IMD)

#### FOREX RATES (27.09.05)

Country/ Continent	Currency	Value In Rupees
USA	Dollar	43.98
European Union	Euro	52.80

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