

## OILMEAL

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

### MAJOR ACTIVITY HIGHLIGHTS

- Spot Prices Remained almost Stable

### COMMENTARY

#### DOMESTIC MARKET

##### Soy meal

Soy meal prices witnessed more or less stable sentiment today in most of the places. In Indore the prices of DOC was 8500-8600, slightly on higher side. But other markets showed range bound with stable position. At NCDEX for September contract prices surged high but the trading activity remained poor throughout the session period. 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 soymeal in physical market has been traded within a range of Rs.8500-8600 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 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)	
	15.09.05	14.09.05
Indore	8500-8600	8400
Shivpuri/Morena	8300-8350	8300
Nanded	8700	8700
Nagpur (42-43%)	8400-8800	8400-8800
Latur	8700	8800
Jalna	8550	8550
Dhulia	8550	8550
Kota	8600-8625	8600
Kandla	9200	9200
Mumbai	9400	9400
Vizag	9300	9300

##### NCDEX Soy meal Futures price (15<sup>th</sup> September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Sept'05	8400.00	8460.00	8450.00	8460.00	+20.00
Oct'05	8746.00	8745.00	8745.00	8745.00	-1.00

##### 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 compared to last day as a result of reduced supply due to most of the stocks are resembled to 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. The kharif groundnut crop is expected to good in position due to rainfall, therefore the production likely to increase in this season, according to the traders.

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

#### CBOT Soymeal Futures Weak on Spec Sales

Chicago Board of Trade (CBOT) Soymeal futures traded on lower side on Wednesday amidst speculative sales and absence of fresh supportive news. The Soybean futures also ended moderately lower Wednesday. November soybeans ended 5.75 cents lower at \$5.803, December soymeal settled \$1.70 lower at \$179.70 a short ton, while December soyoil ended 14 points higher at 22.41 cents a pound. Bearish momentum was a driving force in otherwise quiet trade, with remaining weakness from Monday's crop projections, a lower-than-expected crush report and harvest-related pressures keeping speculative buyers sidelined, analysts said. Ahead of the open, National Oilseed Processors Association reported soybean crushing at 123.213 million bushels, slightly below the low end of estimates that ranged from 123.5 million to 129.0 million bushels. On tap for Thursday, the USDA is scheduled to

release its weekly export sales report at 7:30 a.m. CDT (1230 GMT).

In soymeal trades, Cargill bought 400 December, while Citigroup, Prudential Financial, Refco and Tenco were light buyers. Calyon Financial sold 200 December, O'Connor and Refco sold 300 December, and Tenco sold 300 May.

#### CBOT Soymeal Futures as on 14<sup>th</sup> September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	177.5	177.2	177.2	175.5	-2.0	175.5
Oct'05	178.8	178.2	178.2	176.5	-1.8	177.0

CBOT remained closed on Saturday and Sunday

#### WEATHER WATCH: (15.09.05)

##### MAIN FEATURES

During past 24 hours, fairly widespread rainfall with heavy to very heavy rainfall have occurred over Madhya Pradesh, Orissa and Vidarbha. Scattered light to moderate rainfall has also occurred over remaining parts of India outside northeastern States, Andhra Pradesh, Tamil Nadu and interior Karnataka. Chief amounts of the rainfall (in cms.) are: Jabalpur-15, Bhopal-9, Nagpur-9, Indore-9, Paradip-8, Pachmarhi-8 and Mahabaleshwar-7.

Yesterday's depression over northeast Arabian Sea remained practically stationery with its centre near Lat. 20.5° N/ Long. 68° E about 250 km west-southwest of Veraval. The system is likely to move in a west-northwesterly direction slowly.

The well marked low pressure area over East Madhya Pradesh & neighbourhood now lies over northwest Madhya Pradesh and adjoining southwest Uttar Pradesh. Associated upper air cyclonic circulation extends upto mid tropospheric levels. The system is likely to move in a northwesterly direction and weaken further.

Under the influence of above systems, fairly widespread rains with heavy to very heavy falls are likely over Madhya

Pradesh, south Uttar Pradesh, Vidarbha and East Rajasthan for next 2 days.

A cyclonic circulation extending upto mid-tropospheric levels lies over north Andaman Sea and adjoining east central Bay of Bengal where a **low-pressure area is likely to form during next 24 hours**. System is likely to move in west-northwesterly direction and may cause heavy to very heavy rainfall over Orissa and Coastal Andhra Pradesh after 18<sup>th</sup>.

##### FORECAST VALID FOR NEXT 72 HOURS

**NORTH** : Rain/thundershowers likely **at many places** over the region outside Jammu & Kashmir where it may be **isolated**.

**EAST** : Rain/thundershowers likely **at most places** over East Madhya Pradesh and **at a few places** over the rest region outside northeastern States where it may be **isolated**.

**SOUTH** : Rain/thundershowers likely **at most places** over Andaman & Nicobar Islands and **at a few places** over the rest region.

**WEST** : Rain/thundershowers likely **at most places** over West Madhya Pradesh; **at many places** over Gujarat Region, north Maharashtra and Rajasthan and **at a few places** over the rest region.

##### Warning

**Heavy to very heavy rainfall** likely at a few places over Andaman & Nicobar Islands and Madhya Pradesh. **Isolated heavy rain** also likely over East Rajasthan, Vidarbha and south Uttar Pradesh.

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

Decrease in rainfall over central and Northwest India. Increase in rainfall over east coast of India.

Source: GOI (IMD)

#### FOREX RATES (15.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.94
European Union	Euro	53.70

#### 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.