

OILMEAL

28th September, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Spot Prices Followed Declining Trend
- October NCDEX Contract Prices Declined
- No Trading in NCDEX November Contract

COMMENTARY

DOMESTIC MARKET

Soy meal

Soy meal prices at the spot markets remained weak today also at most of the places due stable demand. In Indore the prices of DOC remained at Rs.8200-8400 per MT. In NCDEX futures for October contract prices declined heavily. However in November contract no trading activity was observed. In the coming time prices for DOC are expected to remain range bound on a slightly weaker end.

Plant delivery quotes remained near about same and Soy seeds traded same at Rs1180 per qtl. In Indore soymeal in physical market traded range bound on a slightly declined side at Rs.8200-8400 per MT, as per quality. FOR quotes remained at Rs 9000-9050 per MT in Kandla in jute bags, FAS has been put at \$ 208-209 per MT. Crushing of soybean is expected to begin from Navratras this October. Prices may remain range bound on a weaker side in the coming days.

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)	
	27.09.05	28.09.05
Indore	8200-8850	8200-8400
Shivpuri/Morena	8300	8400
Nanded	8700	8600
Dhulia/Jalna	8400-8700	8500
Kota	8600	8500
Nagpur	-	8100-8500
Latur	-	8400
Kandla	9000	9000
Mumbai	9300	9200
Vizag	9100	9100
Sangli	8800-8900	8700
Datia	-	8400

NCDEX Soy meal Futures price (28th September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Oct'05	8610.00	8651.00	7951.00	8350.00	-260.00
Nov'05	8400.00	0.00	0.00	8400.00	0

Soy Meal Vessel Report (28.09.05)

Mercs Ruhunnu' has berthed at Mumbai Port and continues to load 3,500 MT of SBM. Sai Shipping agents is 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.

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.

'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 near about same as compared to the last trading day. The market may remain range bound in the near term.

In Shivpuri/ Morena, mustard meal traded at Rs.4400-4700 per MT, at Alwar the price was 4450-4500 MT. 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 2005.

Groundnut meal

The market sentiment remained same as compared to previous trading day. The kharif groundnut crop is expected to arrive in market in about 4-5 day's time. In Saurashtra Groundnut (40%) was Rs.5800 for cash and Rs.6000 for credit. India exported around **15,100 MT** groundnut meals in August 2005 as compared to 8750 MT in August 2004.

INTERNATIONAL MARKET

CBOT Soymeal Futures Declines on Speculative Selling

Soymeal futures at Chicago Board of Trade (CBOT) ended low yesterday following the downfall in Soybean and Soyoil futures. Soybean futures declined on speculative selling on reports of greater than expected harvest this year resulting in increased soybean crushing thus increasing the supply of both Soyoil and Soymeal. Soymeal futures contract for December settled \$1.60 lower at \$174.80 a short ton and Soybean November futures contract ended 10 cents lower at \$5.5750.

CBOT Soymeal Futures as on 27th September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	169.7	169.5	169.5	167.2	-1.3	168.4
Oct'05	172.4	171.8	171.8	170.1	-1.6	170.8

CBOT remained closed on Saturday and Sunday

WEATHER WATCH: (28.09.05)

Chief Features

The southwest monsoon has withdrawn from entire West Rajasthan and parts of Jammu & Kashmir, Himachal Pradesh, Punjab, Haryana, East Rajasthan, Gujarat Region and Saurashtra & Kutch. Withdrawal line passes through Srinagar, Dharamshala, Patiala, Jaipur, Udaipur, Ahmedabad and Dwaraka.

During last 24 hours, scattered light to moderate rainfall has occurred over Andaman & Nicobar Islands, northeastern States and coastal areas of Orissa, Andhra Pradesh & Tamil Nadu. Chief amounts of rainfall (in cm.) during past 24 hours are: Karaikal-8, Gopalpur-4 and Nellore-3.

The upper air cyclonic circulation over Saurashtra & Kutch and adjoining southeast Pakistan now lies over Saurashtra and adjoining southeast Arabian Sea extending between 1.5 and 3.6 km a.s.l.

The cyclonic circulation over north Bay of Bengal persists and now extends upto mid-tropospheric levels. Under its

influence scattered rainfall activity is likely over coastal area of Gangetic West Bengal, Orissa and Andhra Pradesh.

Forecast valid 0830 hours IST of 1st October, 2005

NORTH: Isolated rain/thundershowers likely over Uttaranchal and Himachal Pradesh. Mainly dry weather is likely in the rest region.

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

SOUTH: Rain/thundershowers likely at many places over Andaman & Nicobar Islands; at a few places over Coastal Andhra Pradesh and Tamil Nadu and isolated in the rest region outside Telangana where weather may be mainly dry. Increase in rainfall likely over south peninsula after 24 hours.

WEST: Isolated rain/thundershowers likely over Konkan & Goa and Saurashtra. Mainly dry weather is likely in the rest region.

Warning

Isolated heavy rainfall likely over coastal Orissa and Coastal Andhra Pradesh during next 36-72 hours.

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

A low-pressure area may form over west central Bay of Bengal, which may increase the rainfall activity along the east coast.

Source: GOI (IMD)

FOREX RATES (28.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.08
European Union	Euro	53.04

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.