

OILMEAL

21st September, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Spot Prices on a Lower Side
- No Trading activity at NCDEX Futures

COMMENTARY DOMESTIC MARKET

Soy meal

Soy meal prices witnessed a slightly down sentiment today in most of the places on no increase in demand and due to plant maintenance work in progress. In Indore the prices of DOC remained at Rs.8300-8500. Not much activity was seen in spot markets. In NCDEX futures contract for October and November no trading activity was visible. The prices are expected to remain range bound and with slightly weak sentiments in the coming days.

Plant delivery quotes remained same and Soy seeds traded slightly low at Rs1210-1215 per qtl. In Indore soymeal in physical market traded range bound on slightly weaker side at Rs.8300-8500 per MT, as per quality. FOR quotes remained at Rs 9100-9000 per MT in Kandla in jute bags, FAS has been put at \$ 210-211 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)	
	20.09.05	21.09.05
Indore	8400-8500	8300-8500
Shivpuri/Morena	8300	8300
Nanded	8600-8700	8600
Nagpur (42-43%)	8800-8400	-
Dhulia/Jalna	8550-8600	8400-8600
Kota	8600	8600-8700
Kandla	9100	9150
Mumbai	9250	9150
Vizag	9200	9200-9300
Sangli	8800-8900	8900
Datia	8500	8550

NCDEX Soy meal Futures price (21^h September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Oct'05	8400.00	0.00	0.00	8400.00	0.00
Nov'05	8101.00	0.00	0.00	8101.00	0.00

Soy Meal Vessel Report (21.09.05)

Kandla Port is expecting 'Phuong Dong 2' to load 12,000 MT of SBM to Vietnam. Hind Shipping will be handling the vessel.

Rape/ Mustard meal

The rapeseed/mustard meal market witnessed high today as compared to last day due to slightly improved demand. The market may remain range bound in near term.

In Shivpuri/ Morena, mustard meal traded at Rs.4700 per MT; Alwar at Rs. 4400. Market is on a slightly improved side 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 remained same as previous trading day. The kharif groundnut crop is expected to be in a good condition due to light rainfall, therefore in coming time prices may be range bound.

In Saurashtra, the GN extraction was at Rs.6340/MT and in Dhulia it remained same at Rs.7576/MT.

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

INTERNATIONAL MARKET

Soymeal Futures Declines Further

Soymeal futures at Chicago Board of Trade (CBOT) ended lower following the decline in soybean futures on previous trading day. Growing sentiment of rising production and the expectations of fresh supplies during the coming weeks. Increased crop production may lead to increased soyoil production in turn increasing soymeal output. Soymeal futures contract for December settled low at \$ 1.00 at \$ 175.20 a short ton. However, Soybean November futures contract ended 4.00 cents lower at \$5.72.

CBOT Soymeal Futures as on 20th September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	173.5	174.0	174.0	171.8	-1.2	172.3
Oct'05	176.2	176.7	176.7	174.8	-1	175.2

CBOT remained closed on Saturday and Sunday

WEATHER WATCH: (21.09.05)

Chief Features

During past 24 hours, fairly widespread rainfall with heavy to very heavy rainfall have occurred over Telangana, Coastal Karnataka, Konkan & Goa, Southern parts of Madhya Maharashtra & Marathwada, Coastal Karnataka and Northeastern states.. Scattered light to moderate rainfall has also occurred over Vidarbha, Chhattisgarh, Interior Karnataka, Coastal Andhra Pradesh and Orissa. Mainly dry weather prevailed in north-western parts of India. Chief amounts of rainfall recorded (in cms) are Medak-19, Udgir-15, Imphal-10, Ramagundam-10, Mahabaleshwar-10, Parbhani-10, Ratnagiri-9, Bhira-8, Kailasahar-7, Madikeri-7, Cannur-6, harnai-6, Cooch Behar-5 and Kozhikode-5.

Yesterday's deep depression over south Chhattisgarh near Jagdalpur moved westwards and weakened into a depression at 1730 hours IST of 20th September near Lat. 19.0° N/ Long. 80.5 °E about 150 km west of Jagdalpur. The system further moved northwestwards and lies centred today at 0830 hrs. IST near Lat. 19.5° N/ Long. 79.5 °E close to Chandrapur in Vidarbha. The system is likely to move in a northwesterly direction and weaken further. Under its influence widespread rainfall with heavy to very heavy falls at a few places is likely over Maharashtra, Goa and Coastal & North Interior Karnataka on 21st & 22nd September. Isolated heavy rainfall is also likely over south Gujarat and south Madhya Pradesh on 22nd & 23rd September.

A trough in lower tropospheric levels runs from centre of above depression to northeastern states. It is likely to cause scattered to fairly widespread rain over east and northeast parts of the country with isolated heavy rainfall over northeastern States and Sub-Himalayan West Bengal & Sikkim.

Forecast valid 0830 hours IST of 24th September, 2005

NORTH: Isolated rain/thundershowers likely over the region outside Punjab and Jammu and Kashmir where weather will mainly dry during next 24 hours. Increase in rainfall is likely over the region after 22nd

EAST: Rain/thundershowers likely at many places over the region outside Jharkhand and north Orissa where it may be at a few places.

SOUTH: Rain/thundershowers likely at many places over Coastal and North Interior Karnataka and Telangana and at a few places over rest region outside Tamil Nadu and south Coastal Andhra Pradesh where isolated rain/thundershowers are likely. Reduction of rainfall over Interior Karnataka and Telangana after 24 hours.

WEST: Rain/thundershowers likely at most places over Maharashtra; at many places over south Gujarat and southwest Madhya Pradesh; at a few places over the rest region outside Rajasthan where it may be isolated. Increase in rainfall over Gujarat Region and East Rajasthan after 22nd.

Warning

Heavy to very heavy rainfall likely at a few places over Telangana, Coastal & North Interior Karnataka, Maharashtra and Goa. Isolated heavy rainfall also likely over south Gujarat, southwest Madhya Pradesh, Sub-Himalayan West Bengal & Sikkim, Bihar and northeastern States.

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

1. Increase in rainfall is likely over Northwest India and adjoining Western Himalayan region.
2. Rainfall activity over Central India is likely to decrease.

Source: GOI (IMD)

FOREX RATES (21.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.92
European Union	Euro	53.57

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