

OILMEAL

13th September, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Steep Fall in Spot Prices
- Latest Exports Soymeal News
- Prices at NCDEX September Decline Sharply

COMMENTARY DOMESTIC MARKET

Soy meal

Soy meal prices fell down sharply due to fresh arrivals in domestic spot market. In Indore the prices of DOC were in a range of 8300-8500. At NCDEX for September contract prices fell sharply. The prices are expected to be lower side in the coming days on expectation of further increase in prices.

Plant delivery quotes of Soy seeds remained in same range today as compared to last day and traded at Rs1220-1225 per qtl. In Indore while soymeal in physical market has been traded within a range of Rs.8300-8500 per MT, as per quality. FOR quotes remained at Rs 9250-9150 per MT in Kandla in jute bags, FAS has been put at \$ 212-214 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)	
	12.09.05	13.09.05
Indore	8300-8500	8300-8500
Shivpuri/Morena	8400-8500	8300
Nanded	8900	8800-8900
Nagpur (42-43%)	9000	8900-9000
Latur	8985	8985
Jalna	8500-8600	8500-8700
Dhulia	8500-8600	8600
Kota	8600-8700	8500
Kandla	9200	9200
Mumbai	9400	9400
Vizag	9400	9400

NCDEX Soy meal Futures price (13th September'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Sept'05	8450.00	8450.00	8255.00	8255.00	-195.00
Oct'05	8746.00	0.00	0.00	8746.00	0.00

Soy Meal Vessel Report (13.09.05)

Mumbai Port is expecting 'Indruva 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 due to reduced supply as most of the stocks are with NAFED. The market may remain range bound.

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 2005.

Groundnut meal

The market sentiment remained range bound today, 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.6200/MT at stable position and in Dhulia it remained at Rs.7500/MT for 43% protein.

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

INTERNATIONAL MARKET

Soymeal Futures decline on USDA Report

Soymeal futures at Chicago Board of Trade (CBOT) ended lower yesterday, following a decline in Soybean futures. Soymeal futures contract for December went down by \$ 2.60 at \$181.40 a short ton. Soybean futures contract for November ended 5 cents lower at \$5.85. This downward

momentum was observed mainly due to pressured selling following the USDA report. The report declared a higher than expected crop outlook.

CBOT Soymeal Futures as on 12th September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	180.4	177.5	178.2	177	-2.4	178
Oct'05	181.7	179	179.3	177.7	-2.4	179.3

CBOT remained closed on Saturday and Sunday

WEATHER WATCH: (13.09.05)

MAIN FEATURES

During last 24 hours, fairly widespread rainfall with heavy to very heavy rains at a few places have occurred over Orissa, Chhattisgarh, Konkan & Goa, Madhya Maharashtra, Gujarat and Haryana including Delhi. Scattered light to moderate rainfall has also occurred over remaining parts of India outside Tamil Nadu & Pondicherry, interior Andhra Pradesh, Bihar, East Uttar Pradesh and northeastern States where isolated light rainfall occurred. Chief amounts of the rainfall (in cms.) are: Paradip-12, Mahabaleshwar-12, Chandbali-10, Jagdalpur-10, Porbandar-8, Raipur-7, Delhi (Palam)-9, Delhi (Safdarjung), Diamond Harbour and Balasore-6 each.

Yesterday's depression over Orissa moved in a northwesterly direction and lies centered today forenoon of 13th September at 0830 hours IST over north Orissa with its center close to Jharsuguda. The system is likely to move in a westnorthwesterly direction and weaken gradually.

Under influence of the upper air cyclonic circulation over south Gujarat coast and adjoining Konkan & Goa a low pressure area has formed over south Gujarat coast & adjoining Saurashtra. The offshore trough at sea level now runs from above system to Karnataka coast.

The Western Disturbance as an upper air system over Jammu & Kashmir and neighbourhood persists.

Under the influence of above systems, fairly widespread rains with heavy to very heavy falls are likely over Orissa, Chhattisgarh, Gujarat, Konkan & Goa, Madhya Maharashtra, Gangetic West Bengal, Jharkhand, Chhattisgarh, Vidarbha, East Madhya Pradesh, Himachal Pradesh and Uttaranchal.

FORECAST VALID FOR NEXT 72 HOURS

NORTH: Rain/thundershowers likely at many places over the region outside Uttar Pradesh where it may be at a few places.

EAST: Rain/thundershowers likely at most places over Orissa and Chhattisgarh; at many places over Gangetic West Bengal, Jharkhand, and 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 north Coastal Andhra Pradesh and Telangana; at many places over Andaman & Nicobar Islands and Coastal Karnataka and at a few places over the rest region outside Tamil Nadu & Pondicherry where it may be isolated.

WEST: Rain/thundershowers likely at most places over Gujarat and Konkan & Goa; at many places over Madhya Maharashtra and Vidarbha and at a few places over rest region.

Warning

Heavy To Very Heavy Rainfall Likely At A Few Places Over Orissa, Chhattisgarh, South Gujarat And Konkan & Goa. Isolated Heavy Rain Also Likely Over Gangetic West Bengal, Himachal Pradesh, Uttaranchal Madhya Maharashtra, East Madhya Pradesh And Andaman & Nicobar Islands.

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

- Ongoing rainfall activity is likely to continue over Maharashtra and Gujarat.
- Decrease in rainfall likely over east central India and adjoining peninsular India.

Source: GOI (IMD)

FOREX RATES (13.09.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	43.88
European Union	Euro	53.92

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