

OILMEAL

3rd October, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Spot Prices Declined on Stable Demand
- Crushing to begin from Navratras
- NCDEX October & November Contract Prices Unchanged

COMMENTARY

DOMESTIC MARKET

Soy meal

Soy meal prices at the spot markets declined today at most of the places. In Indore the prices of DOC traded in the range of Rs.8200-8500 per MT. Prices at Kandla, Mumbai and Vizag ports declined today. In NCDEX futures no trading activity was visible in October and November contracts. Demand for Soy meal is stable and prices are expected to remain bearish for a few days as arrival of Soy meal is reported.

Plant delivery quotes remained near about same and Soy seeds traded in the similar range of Rs1190-1200 per qtl. In Indore soy meal in physical market traded range bound on a lower side at Rs.8200-8500 per MT, as per quality. FOR quotes remained at Rs 9000-9100 per MT in Kandla in jute bags, FAS was at \$ 205-207 per MT. Crushing of soybean is expected to begin from Navratras this October.

India's soy meal 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)	
	1.10.05	3.10.05
Indore	8200-8800	8200-8500
Shivpuri/Morena	8300	-
Nanded	8300-8700	8600-8700
Dhulia/Jalna	8600-8800	8600
Kota	8500-8600	8500-8550
Nagpur	8300-8700	8300-8600
Kandla	9050	9000
Mumbai	9300	9200
Vizag	9200	9100
Sangli	8600	8600-8700
Datia	8500	8500

NCDEX Soy meal Futures price (1st October'05)

	Prev Close Price	High Price	Low Price	Close Price	Change
Oct'05	8350.00	0.00	0.00	8350.00	0
Nov'05	8105.00	0.00	0.00	8105.00	0

Soy Meal Vessel Report (30.10.05)

'Seven Star' has berthed at Mumbai Port and continues to load 5,100 MT of SBM. Sai Shipping agents is handling the vessel. Loading of 2,500 MT of SBM is expected at Mumbai Port on the vessel 'Indruwa Valley'. Sai Freight agents will be handling the vessel.

Kandla 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 traded in the same range as compared to previous trading day. No major activity was visible in the market due to off-season. The market may remain range bound in the near term.

In Shivpuri/ Morena, mustard meal traded at the same price of Rs.4650 per MT, at Alwar the price was 4450 MT. Market remained similar to the previous trading day.

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

Groundnut meal

According to trade sources in Saurashtra Groundnut (40%) was Rs.5700-5800 for cash and Rs.6000 for credit. The prices may decline in the coming days as output is reported ready.

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

INTERNATIONAL MARKET

CBOT remained closed on Saturday and Sunday

CBOT Soymeal Futures as on 30th September 2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Sept'05	167.1	168.6	169.3	166.8	0.1	167.2
Oct'05	170.2	171.5	172.3	170.1	0.2	170.4

CBOT remained closed on Saturday and Sunday

WEATHER WATCH: (3.10.05)

Chief Features

Southwest monsoon has further withdrawn from some more parts of East Madhya Pradesh, West Madhya Pradesh, Gujarat Region and the remaining parts of Saurashtra & Kutch and north Arabian Sea. The withdrawal line passes through Bahraich, Allahbad, Umeria, Seoni, Khandwa, Surat 20° N/ 69° E and 20° N/ 60° E.

Yesterday's low pressure area over northwest Bay of Bengal and adjoining north Orissa-Gangetic West Bengal coast moved north-northeastwards and became well marked. It now lies over southern parts of Gangetic West Bengal & neighbourhood. The associated upper air cyclonic circulation extends upto mid-tropospheric levels. Under its influence fairly widespread rainfall with heavy to very heavy falls is likely over northeastern States and West Bengal & Sikkim during next 2-3 days.

The upper air cyclonic circulation over Saurashtra & Kutch and adjoining southeast Pakistan has become less marked.

A western disturbance as an upper air system lies over north Pakistan and neighbourhood.

Forecast valid 0830 hours IST of 6th October, 2005

NORTH: Isolated rain/thundershowers likely over East Uttar Pradesh and Uttaranchal. Isolated rain/thundershowers also likely over Himachal Pradesh and

Jammu & Kashmir after 24hours. Mainly dry weather is likely in the rest region.

EAST: Rain/thundershowers likely at most places over Arunachal Pradesh, Assam & Meghalaya, West Bengal & Sikkim; at many places over Nagaland, Manipur, Mizoram & Tripura; at a few places over north Orissa, Bihar and Jharkhand and isolated over rest region outside East Madhya Pradesh and Chhattishgarh where weather may be mainly dry. Decrease in rainfall activity over Gangetic West Bengal after 4th.

SOUTH: Rain/thundershowers likely at many places over Andaman & Nicobar Islands; at a few places over Tamil Nadu & Pondicherry and isolated in the rest region outside Telangana where weather may be mainly dry.

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

Warning

Heavy to very heavy rainfall likely at a few places over Arunachal Pradesh, Assam & Meghalaya and West Bengal & Sikkim and isolated over Andaman & Nicobar Islands and Nagaland, Manipur, Mizoram & Tripura.

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

Moderate rainfall activity is likely over south peninsula and northeastern States.

Source: GOI (IMD)

FOREX RATES (1.10.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.09
European Union	Euro	52.75

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.