

OILMEAL

13th October, 2005

MAJOR ACTIVITY HIGHLIGHTS

- NCDEX Trading Activity Thin
- NCDEX Prices Improved

COMMENTARY

DOMESTIC MARKET

Soy meal

Soy meal prices at the spot market remained within range today at most of the places. In Indore the prices of DOC quoted in the range of Rs.8000-8100 per MT. Expected domestic demand for Soymeal is of around 4000 to 5000 MT, according to trade sources. Demand for soymeal is in north sector and south sector is reported to be present. However no much fresh demand is reported for Soymeal from international markets. There is less demand for oil in domestic market, crushing will be less as stocks of oil are already high. Arrival of Soybean is increasing and crop report is good. In total 40000 bags of Soybean arrived in Madhya Pradesh. The prices are expected to fall upto Rs.1130-1140 in the coming days.

Plant delivery quotes in Indore remained range bound and Soybean seeds traded at Rs1150-1165 per qtl. In Indore soymeal in physical market declined and traded low in the range of Rs.8000-8100 per MT, as per quality.

FOR quotes declined at Rs 8800-8900 per MT in Kandla in jute bags, FAS was at \$ 200-202 per MT.

India's soymeal exports totalled **102675** tons in September 2005 compared with 12875 tons in September 2005.

Soy Meal Vessel Report (13.10.05)

'Yang Quan' has arrived at Jamnagar Port and continues to load 14,250 MT of SBM to China. The vessel is being handled by Seacrest agents. Kandla Port is expecting 'Elizaveta' to load 5,000 MT of SBM to Kuwait. The vessel will be handled by JM Baxi agents. 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. Wheat

Kandla Port is expecting 'Joint Grace' to load 10,000 MT of wheat to Yangon. ACT agents will be handling the vessel.

DOC rates at different centers

Places	Ex-factory rates (Rs/ton)	
	11.10.05	13.10.05
Indore	8000-8200	8000-8100
Nanded	8100	7900

Dhulia/Jalna	8000	8000
Kota	8450	8350
Nagpur	8100-7700	7700-8100
Kandla	Oct 8700-8850 Nov 8700-8750	Oct 8900 Nov 8900
Mumbai	Oct 8600	8800
Vizag(approx)	Nov 8700	8800
Sangli	8200	8100-8200
Latur	8100	7900
Morena/shivpuri	8200	8200

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

	Prev Close Price	High Price	Low Price	Close Price	Change
Oct'05	8700.00	0.00	0.00	8700.00	0.00
Nov'05	8035.00	8035.00	8035.00	8300.00	+265

Rape/ Mustard meal

Rapeseed/mustard meal prices remained range bound today. The market is lack lustrous and is expected to remain range as same in the coming days.

In Shivpuri/ Morena, mustard meal quoted same at Rs.4600 per MT, at Alwar the price was same at Rs.4400 MT. Market maintained its stable sentiment from couple of days. India exported **31025 tons** of rapemeal in September 2005 as compared to 52100 in September 2005.

Groundnut meal

Saurashtra Groundnut (40%) quoted at Rs. 5700 for cash. It was same as that of the previous day. The arrival of groundnut is increasing in Gujarat market; therefore the prices are likely to go down further if increased crushing activities are reported.

India exported around **8500 MT** groundnut meals in September 2005.

INTERNATIONAL MARKET

CBOT Soymeal Climbs Up on Speculative Buying

Chicago Board of Trade (CBOT) Soymeal futures climbed its three-week high yesterday following technically inspired and speculative buying in Soybean futures. December Soymeal contract settled at \$ 175.90 higher by \$ 8.00. Soybean November futures contract was up by 25.50 cents at \$ 5.89. Soyoil December contract at CBOT ended 61 points higher at 24.19 cent a pound. Soybean futures soared its one month high on speculative buying amid lower than expected USDA production data. In USDA crop production report the USDA reduced harvested acreage by 900,000 acres, which kept the production forecast below expectations. USDA declared its Soybean crop production at 2.967 billion bushels as compared to average trade estimate of about 3.01 billion bushels. Also ending stock was declared at 260 million bushels instead of expected 290 billion bushels.

(Cents/pound)

Months	Previous Settle	Open	High	Low	Change	Close
Oct'05	164.3	164.4	166.4	164.2	0.8	165.1
Dec'05	166.6	166.5	168.8	166.5	1.3	167.9

CBOT remained closed on Saturday and Sunday

WEATHER WATCH: (13.10.05)

Chief Features

During past 24 hours rain/thundershowers have occurred at many places over south Peninsula with isolated heavy rains over Coastal Andhra Pradesh and coastal Tamil Nadu. Scattered light to moderate rainfall has also occurred over coastal Orissa, south Konkan & Goa and south Madhya Maharashtra. Chief amounts of rainfall in (cm) are: Chennai-15, Nellore-12, Chennai(AP)-9, Kochi, Nedumassary & Kozhikode-6 each, Paradip, Tirupathy, Tondi & Trivendrum-5 each.

Yesterday's low pressure area over southwest Bay of Bengal and adjoining areas of coastal Tamil Nadu persists and is now well marked. The other low pressure area over southeast Arabian Sea and neighbourhood also persists. Associated upper air cyclonic circulations extend upto mid-tropospheric level. Under this scenario enhanced rainfall activity with heavy to very heavy falls is likely over south peninsula during next 2-3 days.

The western disturbance as an upper air system over north Pakistan and adjoining Jammu & Kashmir now lies over

Jammu & Kashmir and neighbourhood. It may cause light to moderate scattered rain/snow over Western Himalayas during next 2-3 days.

Forecast valid 0830 hours IST of 16th October, 2005

NORTH: Rain/thundershowers likely at a few places over higher reaches of Jammu & Kashmir and isolated over rest Jammu & Kashmir, Himachal Pradesh and Uttaranchal. Mainly dry weather likely in the rest region.

EAST: Rain/thundershowers likely at a few places over Coastal Orissa and south Chhattisgarh and isolated in the rest region outside Arunachal Pradesh, Sub-Himalayan West Bengal & Sikkim, Bihar, north Chhattisgarh and northeast Madhya Pradesh where weather may be mainly dry.

SOUTH: Rain/thundershowers likely at most places over Tamil Nadu & Pondicherry, south Coastal Andhra Pradesh, Rayalaseema and Kerala; at many places over Andaman & Nicobar Islands, Lakshadweep and rest of south Peninsula.

WEST: Rain/thundershowers likely at a few places over south Konkan & Goa and south Madhya Maharashtra and isolated over rest Marathawada. Mainly dry weather is likely in the rest region.

Heavy Rainfall Warning

Heavy to very heavy rainfall likely at a few places over Tamil Nadu & Pondicherry, south Coastal Andhra Pradesh and Rayalaseema. Isolated heavy rainfall also likely over north coastal Andhra Pradesh, Telangana, Karnataka, Kerala and Lakshadweep.

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

Increased rainfall activity over south peninsula is likely to continue.

Light to moderate rain/snowfall also likely over Western Himalayan region.

Source: GOI (IMD)

FOREX RATES (13.10.05)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.89
European Union	Euro	53.83

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