

## MAJOR ACTIVITY HIGHLIGHTS

- **Soymeal Remain Steady**
- **Soymeal Futures Witness Improve on Speculative Buying**

## DOMESTIC MARKET

### Soy meal

Soy meal domestic market prices remain steady and stable as that of previous day level. The prices are soaring high and approaching the rate of the ports. A time will come when exports will be reduced and there will be more domestic consumption as the prices at the port and domestic centers would be same. Emerging demand from the Far Eastern countries and improved prices in the ports helped to boost its prices in the physical market. Soy meal prices still maintain the higher levels in different centers amid shortage of seeds for crushing. Reduced arrivals results into higher seed prices in the Mandi and plant rate were also quoted high, thereby causing the meal prices to go up. High prices quoted at the ports by the buyers also provided underlying support. Overall scenario remains in favour of bulls. Rising prices of soybean due to poor stocks with farmers would lead to drop in crushing next month, further reducing meal availability. Sentiments at the major centers observed range bound to slight improvement as the prices of the seeds are improving day by day with somewhat reduced arrivals. The stocks are in the higher hands as they are releasing it for fetching premiums. Plants are working for limited period of time and even working for limited hours. Unavailability of crushing seeds by the miller results into spurt in the prices in the physical market. High demand from the export end is also supporting the market up and providing underlying support.

The prices remain steady at almost all the centers. Indore spot market remains improved at Rs 8500-8700/ton as per quality. Where Nanded and Latur is traded in between Rs. 9000-9100. Dhulia/Jalna and Datia witnessed Rs. 8900-9000 and 8900 respectively. In Nagpur the meal witnessed Rs. 8600/8900. Futures witness no trading today. The rates at ports decline marginally. The prices are expected to improve in various domestic centers in coming days as the stocks are getting short and short.

### Current vessel positions in different ports

`Bao Heng Men' has berthed at Kandla Port and continues to load 12,300 MT of SBM to Japan. Shantilal agents is handling the vessel. The port is expecting `Luna Blue' to load 11,250 MT of SBM. JM Baxi agents will be handling the vessel. Jamnagar Port is loading 6,700 MT of SBM to Indonesia on the vessel `Jasmine Ace'. GAC agents is handling the vessel. Mumbai Port is loading 4,800 MT of SBM on the vessel `Seven Star'. `Fu Wen Shan' and `Tinai' are expected at Kandla Port to load 13,000 MT and 13,500 MT of SBM to Vietnam and Indonesia respectively. Interocean agents will be handling these vessels.

### Current Vessel Position

| Ports    | Vessels        | Vol. (MT) | Status   | Desti-nation |
|----------|----------------|-----------|----------|--------------|
| Kandla   | Delfinaki      | 16000     | Expected | New Zealand  |
|          | Bright Dream   | 5000      | Expected | Far East     |
|          | Luna Blue      | 11250     | Expected |              |
|          | Bao Heng       | 12300     | Arrived  | Japan        |
|          | Fu Wen Shan    | 13000     | Expected | Vietnam      |
| Jamnagar | Tinai          | 13500     | Expected | Indonesia    |
|          | Iran Mahallati | 12600     | Loading  | China        |
|          | Sunrise Ocean  | 19000     | Expected | China        |
|          | New Yega       | 12000     | Arrived  | Singapore    |
|          | Lever Star     | 6400      | Expected | Indonesia    |
| Mumbai   | Indruva Valley | 2600      | Expected |              |
|          | Seven Star     | 4800      | Loading  |              |

### NCDEX Soy meal Futures at Indore (9 May 06)

| Contract | Prev Close | High   | Low    | Close  | Change  |
|----------|------------|--------|--------|--------|---------|
| May 06   | 8300.0     | 8350.0 | 8550.0 | 8550.0 | +250.00 |
| June 06  | 7950.0     | -      | -      | -      | -       |

### DOC rates at different centers

| Places         | Ex-factory rates (Rs/ton) |           |   |
|----------------|---------------------------|-----------|---|
|                | 8.05.06                   | 9.05.06   | Parity To                                   |
| Indore (MP)    | 8500-8700                 | 8500-8700 | Guj, MP                                     |
| Datia (MP)     | 8900                      | 8900      | Up, Bihar, Bengal, Nepal                    |
| Shivpuri (MP)  | 8650                      | 8650      | Up, Bihar, Bengal, Nepal                    |
| Nanded/Latur   | 9000-9100                 | 9000-9100 | Andhra, AP, Kar, TN                         |
| Dhulia/Jalna   | 8900-9000                 | 8900-9000 | Mumbai Maharashtra                          |
| Nagpur (42/46) | 8600/8900                 | 8600/8900 | Chattisgarh, Orissa, Bihar, Bangladesh, AP, |

|         |           |           |                                 |
|---------|-----------|-----------|---------------------------------|
|         |           |           | Kar, TN                         |
| Sangli  | 9500      | 9500      | Local and South                 |
| Solapur | 9300      | 9300      | Local and South                 |
| Kota    | 8800/8900 | 8800/8900 | Rajasthan, Del, Punjab, Haryana |

#### DOC Port rate at different centers

| Centers                | FOR Price                        |                                  |
|------------------------|----------------------------------|----------------------------------|
|                        | 8.05.06                          | 9.05.06                          |
| Kandla (Old jute bags) | 9300 (Buyers)-<br>9500 (Sellers) | 9250 (Buyers)-<br>9300 (Sellers) |
| Mumbai (PP bags)       | 9300 (Buyers)-<br>9500 (Sellers) | 9250 (Buyers)-<br>9300 (Sellers) |

#### Rape/ Mustard Meal

Prices of mustard DOC remain range bound in the domestic market on account of high crushing and huge arrivals. The Mustard oilcake prices remain range bound at Rs 4200 in Morena, whereas prices at Indore and Kota market remain at Rs. 4500 and 4100. Prices at Jaipur spot market remain range bound at Rs.4200. Mundra and Kandla port witnessed trading at Rs. 4875 and 4725 for 1-15 May delivery.

#### Sunflower Meal Rates at Different Centres

| Places             | Ex-factory rates (Rs/ton) |           |
|--------------------|---------------------------|-----------|
|                    | 8.05.06                   | 9.05.06   |
| Jalna              | -                         | -         |
| Chalisgaon         | -                         | -         |
| Khamgaon           | 4450                      | 4450      |
| Rudrapur           | 4400                      | 4400      |
| Parli/Latur/Nanded | 4200-4300                 | 4200-4300 |

#### Groundnut meal

Groundnut meal in the physical market remains range bound and maintains its higher level. VAT remains the chief concern in Gujarat as traders are eagerly awaits for lifting VAT from groundnut and its derivatives. Though, state government assured to remove the VAT but no action till now be taken to resolve the issue. This lead to slow crushing in the mills and low availability of meals in the open market. The price is expected to remain on the higher levels in coming days, as there are very low stocks left and stocks in stronger hand. Exporters are not getting the enough meal to export. GN meals (40%) by cash were at Rs 6600 and (45%) at Rs 7200 per MT

on cash in Saurashtra.

### INTERNATIONAL MARKET

#### CBOT Soy Futures Slip on Weather Concern

July Soybeans settled down 7 cents at \$5.9925/bushel, 12 cents off the high and 3 cents up from the low. November Soybeans settled down 7.50 cents at \$6.1775/bushel, which was 2.75 cent up from the low and 12 cent off the high. July Soymeal settled down \$1.4 at \$177.2/ton that was \$1.7 up from the low and \$0.6 off the high. July Soybean Oil settled down 0.61 cent at 24.92 cent/pound, 0.45 cent off the high and 0.12 cent up from the low. Solid gain was recorded initially as the soybean got supports from other commodity market and the problems going over in Brazil. Later on the prices dwindle and taken a plunge at mid session on the news of bearish weather forecast for both US and Brazil. Lack of fund buying also added to its bearish tone. Oil found a strong commercial stopper of 470 oil deliveries. Oil delivery also taken a giant leap to fetch 1414 contracts.

#### CBOT Soymeal Futures as on 8.05.06

| Months  | PCP   | Open  | High  | Low   | Change | Close |
|---------|-------|-------|-------|-------|--------|-------|
| May 06  | 177.3 | 176.0 | 177.1 | 174.6 | -0.8   | 176.5 |
| July 06 | 178.6 | 177.3 | 177.8 | 175.5 | -1.4   | 177.2 |

#### WEATHER WATCH:

Due to scattered duststorm/thunderstorm activity, the day temperatures have fallen by 2-4°C over parts of north Rajasthan, Haryana, Punjab, Delhi and West Uttar Pradesh resulting in respite from heat wave from some parts. However, the day temperatures are still above 45°C over parts of north Rajasthan and adjoining parts of Haryana, West Madhya Pradesh and Vidarbha, where heat wave conditions are prevailing. Heat wave conditions are likely to abate from remaining parts of northwest India and Madhya Pradesh.

Source: IMD, GOI

#### Forex Rate on 9.05.06

| Country/ Continent | Currency | Value in Rupees |
|--------------------|----------|-----------------|
| USA                | Dollar   | 44.96           |
| European Union     | Euro     | 57.00           |
| Japan              | 100 Yen  | 40.22           |
| United Kingdom     | GBP      | 83.42           |

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