

MAJOR ACTIVITY HIGHLIGHTS

- **Soymeal Remain Steady**
- **Soymeal Futures Witness No Trading**

DOMESTIC MARKET

Soy meal

Stan still condition persists for most of the region due to strong demand from the domestic centers and high export demand. Soy meal domestic market prices in other centers remain range bound. Stocks in stronger hand lead to hike in the meal prices. Stocks are still in the stronger hand and releasing stocks slowly to fetch the premiums. Prices are expected to improve in coming days and try to align with the port rates. That will result into reduced export and more domestic consumption followed by price stabilization. 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 range bound with slight improvements in different centers. Indore spot market remains improved at Rs 8500-8900/ton as per quality. Where Nanded and Latur is traded in between Rs. 9000-9100. Dhulia/Jalna and Datia witnessed Rs. 8900/8800 and 8900 respectively. In Nagpur the meal witnessed Rs. 8600/8900. Futures witness no trading today. The rates at ports improved slightly. 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 (11 May 06)

Contract	Prev Close	High	Low	Close	Change
May 06	8550.0	-	-	-	-
June 06	7950.0	-	-	-	-

DOC rates at different centers

Places	Ex-factory rates (Rs/ton)		
	10.05.06	11.05.06	Parity To
Indore (MP)	8500-8900	8500-8900	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	8900/8800	8900/8800	Mumbai Maharashtra
Nagpur	8600/8900	8600/8900	Chattisgarh,

(42/46)			Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9600	9700	Local and South
Solapur	9400	9600	Local and South
Kota	9000	9000	Rajasthan, Del, Punjab, Haryana

DOC Port rate at different centers

Centers	FOR Price	
	10.05.06	11.05.06
Kandla (Old jute bags)	9300 (Buyers)- 9350 (Sellers)	9400 (Buyers)- 9450 (Sellers)
Mumbai (PP bags)	9250 (Buyers)- 9300 (Sellers)	9400 (Buyers)- 9450 (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 4100 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. 4800 and 4725 for 1-15 May delivery.

Sunflower Meal Rates at Different Centres

Places	Ex-factory rates (Rs/ton)	
	10.05.06	11.05.06
Jalna	-	-
Chalisgaon	4600	5000
Khamgaon	4500	4600
Rudrapur	4400	4400
Parli/Latur/Nanded	4100-4200	4500-4600

Groundnut meal

Groundnut meal in the physical market remains standstill as that of the previous day prices. 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 7300 per MT on cash in Saurashtra.

INTERNATIONAL MARKET

CBOT Soy Futures Remain Mixed

July Soybeans settled up 1.50 cent at \$6.06/bushel, 6 cent off the high and 1.25 cent up from the low. November Soybeans settled up 1.50 cent at \$6.2525/bushel, which was 2 cent up from the low and 5.75 cent off the high. July Soymeal settled down \$0.7 at \$178.8/ton that was \$0.6 up from the low and \$2.7 off the high. July Soybean Oil closed up 0.2 cent at 25.28 cent/pound, 0.07 cent off the high and 0.27 cent up from the low. Market initially got strength from the yestardays rally followed with the idea that there might be chances of shifting of export demand from Brazil to US amid farmers protest in US. Continued weakness further added to its bullish tone. The rise in energy prices results into firmness in oil on the later part but meal decline due to speculative selling. Canadian officials projected canola stocks at record high at 5.1 million tonnes with record high soybean stocks. For Friday morning's USDA supply/demand report, traders are expecting ending stocks for the 2005/2006 season to be near 567 million bushels (range 555-585) as compared to 565 million last month. For the first estimate for the 2006/2007 season, traders are expecting for ending stocks at a record 683 million bushels.

CBOT Soymeal Futures as on 10.05.06

Months	PCP	Open	High	Low	Change	Close
May 06	179.5	181.0	181.5	178.0	-0.9	178.6
July 06	179.5	181.5	181.5	178.2	-0.7	178.8

WEATHER WATCH:

The day temperatures are above 40°C over the plains of northwest India, north Gujarat, central India, Interior Maharashtra and interior Andhra Pradesh which are 2-4°C above normal. Heat wave conditions continue to prevail over pockets of Rajasthan, western Haryana, northwest Madhya Pradesh and Vidarbha, where day temperatures are still above 45°C. Heat wave conditions over these areas are likely to continue. The temperatures however are likely to remain below normal over eastern parts of the country as scattered to fairly widespread rainfall is likely over the area..

Source: IMD, GOI

Forex Rate on 11.05.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.07
European Union	Euro	57.45
Japan	100 Yen	40.54
United Kingdom	GBP	83.67

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