

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Soy meal domestic market prices remain range bound with slight improvements in different locations. 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 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 (10 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)		
	9.05.06	10.05.06	Parity To
Indore (MP)	8500-8700	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	8900-9000	8900/8800	Mumbai Maharashtra
Nagpur (42/46)	8600/8900	8600/8900	Chattisgarh, Orissa, Bihar, Bangladesh, AP,

			Kar, TN
Sangli	9500	9600	Local and South
Solapur	9300	9400	Local and South
Kota	8800/8900	9000	Rajasthan, Del, Punjab, Haryana

DOC Port rate at different centers

Centers	FOR Price	
	9.05.06	10.05.06
Kandla (Old jute bags)	9250 (Buyers)- 9300 (Sellers)	9300 (Buyers)- 9350 (Sellers)
Mumbai (PP bags)	9250 (Buyers)- 9300 (Sellers)	9250 (Buyers)- 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 4100 in Morena, whereas prices at Indore and Kota market remain at Rs. 4500 and 4150. 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)	
	9.05.06	10.05.06
Jalna	-	-
Chalisgaon	-	4600
Khamgaon	4450	4500
Rudrapur	4400	4400
Parli/Latur/Nanded	4200-4300	4100-4200

Groundnut meal

Groundnut meal in the physical market improved slightly amid higher transportation cost. 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 6650 and (45%) at Rs 7300 per MT on cash in Saurashtra.

INTERNATIONAL MARKET

CBOT Soy Futures Rally Up

July Soybeans settled up 5 cent at \$6.045/bushel, 7 cent off the high and 4 cent up from the low. November Soybeans settled up 6 cent at \$6.2375/bushel, which was 4.75 cent up from the low and 6.25 cent off the high. July Soymeal settled up \$2.3 at \$179.5/ton that was \$0.2 up from the low and \$2.4 off the high. July Soybean Oil closed up 0.16 cent at 25.08 cent/pound, 0.32 cent off the high and 0.02 cent up from the low. Commodity market gain strength by weakening in US dollar and steep rise in gold prices thereby providing support to soybean as well. Slow pace of planting in the US and rise in US soybean demand amid problems in Brazil helped to boost the market up. Protest in Brazil is continuing and expected to last long unless the government will condider their demand. They even blocke the railways and successfully disrupt the supply chain. Talk in the market about shifting of some cargo to US provided underlying support. Strength in oilseeds in overseas also provided some support. The weekly crop progress report reveal that just 18% of the US crop was planted up to Sunday as compared with 24% last year, 22% as the 16-year average and 25-30% expected by the trade.

CBOT Soymeal Futures as on 9.05.06

Months	PCP	Open	High	Low	Change	Close
May 06	176.5	179.5	181.0	178.5	+3.0	179.5
July 06	177.2	179.5	181.9	179.3	+2.3	179.5

WEATHER WATCH:

Due to duststorm/thunderstorm activity, the day temperatures have fallen further by 2-4°C over parts of north Rajasthan, Haryana, Punjab and Delhi resulting in respite from heat wave from these areas. However, the day temperatures are still above 45°C over parts of Rajasthan Madhya Pradesh and Vidarbha, where heat wave conditions are prevailing in isolated pockets. The day temperatures are still likely to remain between 42-44°C over Rajasthan, Haryana, north Gujarat, Madhya Pradesh, Chhattisgarh and Vidarbha with heat wave like conditions over some parts of Rajasthan.

Source: IMD, GOI

Forex Rate on 10.05.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.93
European Union	Euro	57.35
Japan	100 Yen	40.49
United Kingdom	GBP	83.82

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