

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Spot market prices decline further under selling pressure in Kota while prices at other important centers remain steady amid weak domestic and export demand. Weakness also results due to the continuous decline in the seed prices. Futures market witnessed no trading today and remains stale. Weak demand of the meal in export front ruled the market down combined with reduction of the rate of soybean seed followed by the selling pressure in the market. Weakness in soy futures in the CBOT and hefty world ending stocks had a bearish impact on the soy meal prices. Poor financial condition of the poultry industry reduces its demand further. Stagnancy in demand is mainly due to no fresh agreement on the export front and likely to continue the situation for some more time. Sluggish activities could be noticed in various ports and waiting for some new vessels to arrive. The prices at this stage stuck in absence of any fresh news.

Current vessel positions in different ports

Loading of 8,000 MT of SBM is continuing at Kandla Port on the vessel 'Kamo' to Japan. GAC agents is handling the vessel. Mumbai Port is expecting 'Emirates Star' to load 6,000 MT of SBM. Sai Shipping agents will be handling the vessel. Loading of 5,000 MT of SBM is expected at Jamnagar Port on the vessel 'Timberland' to Black Sea Port. Ambika agents will be handling the vessel. 'Ruaha' has berthed at Kandla Port and continues to load 13,000 MT of SBM to Belawan. Loading of 13,500 MT of SBM is continuing at Kandla Port on the vessel 'Tinai' to Indonesia. Interocean agents is handling these vessels. Shantilal agents is handling the vessel. Loading of 13,650 MT of SBM is continuing at Kandla Port on the vessel 'IKI' to Japan. Sea Trade agents is handling the vessel. Al Mansoor I has berthed at Mumbai port and continues to load 6,500 MT of SBM. Sai Freight agents is handling the vessel.

Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-nation
Kandla	Delfinaki	16000	Expected	New Zealand
	IKI	13650	Loading	Japan
	Bright Dream	5000	Expected	Far East
	Luna Blue	11250	Expected	
	Ruaha	13000	Loading	Belawan
	Kamo	8000	Loading	Japan
Jamnagar	Sunrise Ocean	19000	Expected	China
	Lever Star	6400	Expected	Indonesia

	Timberland	5000	Expected	Black Sea Port
Mumbai	Badulu Valley	3500	Loading	
	Emirates Star	6000	Loading	
	Al Mansoor I	6500	Arrived	

NCDEX Soy meal Futures at Indore (2 June 06)

Contract	Prev Close	High	Low	Close	Change
June 06	8560.0	-	-	-	-
July 06	8605.0	-	-	-	-

DOC rates at different centers

Places	Ex-factory rates (Rs/ton)		
	1.06.06	2.06.06	Parity To
Indore (MP)	8300-8500	8300-8500	Guj, MP
Datia (MP)	8700	8700	Up, Bihar, Bengal, Nepal
Shivpuri (MP)	8600	8600	Up, Bihar, Bengal, Nepal
Nanded/Latur	8700	8700	Andhra, AP, Kar, TN
Dhulia/Jalna	8700-8800	8700-8800	Mumbai Maharashtra
Nagpur (42/46)	8200/8600	8200/8600	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9600-9700	9600-9700	Local and South
Solapur	9500-9600	9500-9600	Local and South
Kota	9000	8900	Rajasthan, Del, Punjab, Haryana

DOC Port rate at different centers

Centers	FOR Price	
	1.06.06	2.06.06
Kandla (Old jute bags)	9100 (Buyers)- 9150 (Sellers)	9100 (Buyers)- 9150 (Sellers)
Mumbai (PP bags)	9150 (Buyers)- 9200 (Sellers)	9150 (Buyers)- 9200 (Sellers)

Rape/ Mustard Meal

Mustard meal remains steady at different centers in absence of any fresh news. The prices hovered around Rs. 4100 in

Morina, while prices at Kota varied between Rs. 4000 respectively. Ex-factory rate at Jaipur observed at Rs. 4200. Prices remain in Kandla, Mundra and Jamnagar port at Rs. 4750-4775, 4850 and 4600-4650 respectively. The prices however expected to remain range bound with slight decrease in near term amid expectation of reduced activity in the ports.

Sunflower Meal Rates at Different Centres

Places	Ex-factory rates (Rs/ton)	
	1.06.06	2.06.06
Chalisingaon	4400	4400
Khamgaon	4300	4300
Rudrapur	4250	4200
Parli/Latur/Nanded	4350/4400	4300/4400

Groundnut meal

The prices of the groundnut DOC improved today amid improvement in the meal prices. High demand from dairy industry in Gujarat, particularly Amulya helped to improve in the prices of groundnut DOC. Groundnut meal is the principal raw material for the preparation of groundnut DOC. Low crushing of seeds results into scarcity of the meal and DOC. The prices are expected to hover around the same level. The prices of groundnut meal (40%) by cash basis varied between Rs. 6900 while 45% ranged between 7300-7400 per MT in Saurashtra.

INTERNATIONAL MARKET

Mixed Sentiments Persist in CBOT Soy Futures

July Soybeans settled down 4 cent at \$5.795/bushel, 5.25 cent off the high and 2 cent up from the low. November Soybeans settled down 4.50 cent at \$6.0425/bushel, which was 2.75 cent up from the low and 5.25 cent off the high. July Soy meal settled up \$0.5 at \$172.4/ton that was \$1.4 up from the low and \$0.3 off the high. July Soybean Oil finished down 0.24 cent at 25.16 cent, 0.17 cent off the high and 0.04 cent up from the low. Decline in the gold market had a marked effect over grain markets which ultimately results into the selling of soybeans. Conducive weather condition for the soybean crop further added to its bearish tone. Short covering in meal helped to provide some relief upto the mid session but unable to attract fund buyers. Taiwan bought 60,000 tonnes of Brazil soybeans which further influenced the CBOT futures. Oil decline owing to weakness in palm oil and at the China exchange that had a negative impact on the soy oil in CBOT. Weekly export sales report released before the opening reveals expectation of soybean sales near 220,000-350,000 tonnes from 252,500 tonnes last week. Meal sales are expected near 50,000-100,000 tonnes and oil sales near 0-10,000 tonnes.

WEATHER WATCH

Progress of Southwest Monsoon: Southwest monsoon has further advanced into parts of Gujarat. Conditions are now favourable for its further advance into remaining parts of Gangetic West Bengal including Kolkata and remaining parts of Sub-Himalayan West Bengal & Sikkim during next 48 hours. The northern limit of monsoon as on today passes through 22°N/60.0°E, 22°N/68°E, Porbandar, Rajkot, Ahmedabad, Baroda, Pune, Sholapur, Kurnool, Ongole, 17° N/85.0°E,

20°N/89° E and Gangtok. **Chief Features:** During past 24 hours, fairly widespread rainfall has occurred over Lakshadweep, Kerala, Coastal Karnataka, Konkan & Goa, south Madhya Maharashtra, Gujarat region, West Bengal & Sikkim and northeastern States. Isolated heavy rainfall has occurred over Coastal Karnataka, Konkan & Goa, Madhya Maharashtra, south Gujarat region, West Bengal & Sikkim, Assam and Tripura. Yesterday's upper air cyclonic circulation over south Gujarat is again seen as a low pressure area over north Gujarat Region. Due to this system, the incursion of moisture is taking places over northwest and adjoining central India. As the system is now likely to interact with the trough in mid tropospheric westerlies, the northwest and adjoining central India are likely to experience scattered to fairly widespread rainfall with isolated squall during next 2 days. The ongoing rainfall activity over north Konkan and Gujarat likely to subside after 48 hours, however the rainfall activity over eastern parts of the country is likely to increase during next 3-4 days.

FORECAST:

NORTH-WEST INDIA: Rain/thundershowers are likely at many places over the region outside Jammu & Kashmir where it may be at a few places. Squalls are likely at a few places over the region.

EAST INDIA: Rain/thundershowers are likely at many places over West Bengal & Sikkim, Jharkhand, Bihar and coastal Orissa and at a few places over the rest region. Isolated squall are also likely over the region.

NORTHEAST INDIA: Rain/thundershowers are likely at most places over the region with heavy to very heavy falls at a few places

SOUTH INDIA: Rain/thundershowers are likely at most places over Coastal Karnataka; at many places over Kerala and Lakshadweep and at a few places over the rest region outside Andhra Pradesh and Tamil Nadu where it may be isolated.

WEST INDIA: Rain/thundershowers are likely at most places over Konkan & Goa and Gujarat Region; at many places over Saurashtra & Kutch, Madhya Maharashtra and Rajasthan and isolated over Marathwada. Scattered squall also likely over Rajasthan.

CENTRAL INDIA: Rain/thundershowers are likely at many places over West Madhya Pradesh; at a few places over East Madhya Pradesh and isolated over the rest region. Isolated squall likely over West Madhya Pradesh.

Heavy rainfall Warning: Heavy rainfall is likely at a few Places over Coastal Karnataka, Konkan & Goa, Gujarat Region, West Bengal & Sikkim and northeastern States and isolated over Madhya Maharashtra. Outlook for subsequent two days based on NCMRWF and other numerical weather products: Decrease in rainfall activity over north Konkan, Gujarat and northwest India. The ongoing rainfall activity over the northeastern States is likely to continue and enhance over East India.

Source: IMD, Gol

Forex Rate on 2.06.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	46.17
European Union	Euro	59.14
Japan	100 Yen	40.95
United Kingdom	GBP	86.06

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