

## MAJOR ACTIVITY HIGHLIGHTS

- Soymeal Markets See Lackluster Trading
- Weather Improving in Northern and central India

## DOMESTIC MARKET

### Soy meal

Widespread rains in northern and western states helped easing sentiments in the market. According to traders, these rains are very crucial, as planting is nearing completion in all the major producing states. According to traders, planting of soybean is likely to remain low due to poor realization against last year crop. So, farmers this year are inclined towards other lucrative crop. Good export last year was the only supportive factor; otherwise domestic dynamics were not very friendly for local crushers. Prices of soy oil remained low due to increased import. Thankfully importers of soy meal in Asian sub-continent turned to Indian markets due to increased volatility in soy meal prices with varying demand from feed industry. Proximity, good quality of Indian soymeal and still competitive prices gave edge to Indian exporters versus their American competitors.

### Current vessel positions in different ports

'Dagat Blue' has berthed at Kandla Port and continues to load 11,000 MT of SBM to Indonesia. JM Baxi agents is handling the vessel. Kandla Port is loading 8,500 MT of SBM on the vessel 'Carolina' to Baharin. Atlantic agents is handling the vessel.

Loading of 3,500 MT of SBM is continuing at Mumbai Port on the vessel 'Badalu Valley'. Sai Freight agents is handling the vessel.

### Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-nation
Kandla	Delfinaki	16000	Expected	New Zealand
	Tay Sun II'	12,000	Expected	Vietnam
	Zara III	17000	Loading	Karachi
	Tay Sun II	12000	Expected	Vietnam
	Bright Dream	5000	Expected	Far East
Jamnagar	Sunrise Ocean	19000	Expected	China
	Lever Star	6400	Expected	Indonesia
	Timberland	5000	Expected	Black Sea Port
Mumbai	Badulu Valley	3500	Loading	

### DOC rates at different centers

Places	Ex-factory rates (Rs/ton)		
	10.07.06	11.07.06	Parity To
Indore (MP)	8400-8600	8400-8600	Guj, MP
Datia (MP)	8800	8800	Up, Bihar, Bengal, Nepal
Shivpuri (MP)	8600	8600	Up, Bihar, Bengal, Nepal
Nanded/Latur	8800	8800	Andhra, AP, Kar, TN
Dhulia/Jalna	8850-8900	8850-8900	Mumbai Maharashtra
Nagpur (42/46)	8500-8800	8500-8800	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9500	9500	Local and South
Solapur	9400	9400	Local and South
Kota	8600-8700	8600	Rajasthan, Del, Punjab, Haryana

### DOC Port rate at different centers

Centers	FOR Price	
	10.07.06	11.07.06
Kandla	9050 -9100	9050
Indore	8400-8500	8500

### Rape/ Mustard Meal

Rape meal markets had no oomph due to subdued demand. According to traders, demand for the soy meal remained sluggish both on domestic and export front. Improved perspectives of soy with the revival of monsoon in western and northern India also weighed on its values. Export demand last month although was good, but seemingly have slowed for now. Export of rapeseed meal in June totalled at 79,900 MT, up against 53,975 MT a year ago. Biggest importer of Indian soymeal was South Korea (31,900 MT) followed by China (26,800 MT). According to traders, good export demand has led to increased crushing of rapeseed. Demand however, has not been good for the oil.

### Sunflower Meal Rates at Different Centres

Places	Ex-factory rates (Rs/ton)	
	10.07.06	11.07.06
Chalisingaon	4900-4950	4950

Khamgaon	-	4800
Rudrapur	4200	4100
Parli/Latur/Nanded	4750-4800	4750

## Groundnut meal

In international market, demand for all kind of meal has been good from China. China was affected most by avian flu factor. Crushing has been scaled low in China due to disparity. For its feed requirement, china has been importing meal from Indian subcontinent. In June, China imported 12,175 MT of groundnut meal from India. Demand however, is weak in domestic Indian markets. Prices are high in local markets due to good export demand and low availability of seed due to off-season. Sowing of seed is nearing completion in Saurashtra. Recent spell of rains in Saurashtra helped replenishing soil enough moisture. Weather is perfect for the crop growth. According to government official, sowing of kharif crop has been done in more than 80% area in Saurashtra. So, groundnut meal will likely to hover high in coming weeks. The prices of groundnut meal (40%) were quoted at Rs. 6800 while 45% was offered at 7400 per MT in Saurashtra.

## INTERNATIONAL MARKET

### CBOT (Friday)

Soy futures at Chicago Board of Trade settled higher on followthrough mood. November soybean ended up 2 at \$6.2975 per bushel. December soybean finished up \$0.5 at \$178.9 per short ton, while December soybean settled up 15 points at 28.26 cents per pound. The iterations about weather outlook was the main reason behind the Monday's volatile action. Initial bounce was the result of talks of dry weather conditions to prevail for next few weeks. However, selling emerged when futures failed to surpass last week's highs, as forecasters still showed the chance of a significant rain event for Iowa for early this week. If this rain hits, the crop will be in much better shape to withstand a period of hot and dry weather. Areas which miss out on rains early this week, however, could be in a stressful situation soon.

## WEATHER WATCH

### Chief Features

Under the influence of an upper air cyclonic circulation over Sub-Himalayan West Bengal & Sikkim and neighbourhood, fairly widespread rains with heavy to very heavy falls are likely to continue over West Bengal & Sikkim, Bihar, Jharkhand and East Uttar Pradesh during next 48 hours. Subsequently another cyclonic circulation is likely to form over north Bay of Bengal around 14<sup>th</sup> which will sustain the rainfall activity over east India with increase over Orissa.

**Northwest India** Rain/thundershowers are likely at many places over the region outside Jammu & Kashmir where it may be at a few places. Increase in rainfall activity likely over the region from 15<sup>th</sup> onwards.

**East India** Rain/thundershowers are likely at most places over West Bengal & Sikkim, Bihar and Jharkhand and at many places over East Uttar Pradesh and at a few places over Orissa. Rainfall activity over Orissa is likely to increase after 48 hours.

**Northeast India** Rain/thundershowers are likely at many places over the region.

**South India** Rain/thundershowers are likely at many places over Coastal Karnataka, Kerala and Lakshadweep and at a few places over Andaman & Nicobar Islands and South Interior Karnataka. It may be isolated over the rest region.

**West India** Rain/thundershowers are likely at many places over Konkan & Goa and Rajasthan and at a few places over the rest region.

**Central India** Rain/thundershowers are likely at many places over north Chhattisgarh and at a few places over the rest region.

### Heavy Rainfall Warning

Heavy to very heavy rainfall is likely at a few places over Sub-Himalayan West Bengal & Sikkim, Bihar, Jharkhand, East Uttar Pradesh and East Rajasthan. Isolated heavy rainfall also likely over Gangetic West Bengal, Himachal Pradesh, Uttaranchal, Konkan & Goa, Kerala and Coastal Karnataka.

Source: IMD, Gol

### Forex Rate on 11.07.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.21
European Union	Euro	58.80
Japan	100 Yen	40.47
United Kingdom	GBP	85.06

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