

OILMEAL

October 11th, 2006

MAJOR ACTIVITY HIGHLIGHTS

- **Soymeal Markets Remained Firm**
- **Mustard Meal Showing Steady to Weak Tone**

DOMESTIC MARKET

Soy meal

Soy meal sentiments remained average to moderate with fresh arrivals of soybean witnessed in MP. The Soybean meal export jumped from 721,900 tons to 975,975 tons. Vietnam has become largest importers of Soybean meal and imported over 325,000 tons. China mainly imported Soybean meal to a tune of 79,800 tons as per Solvent Extractors Association of India. Crushing is continued but at some lower amount. China scrapped an import duty on Indian soymeal and this led to wide the export market to China. With an increase in crushing of canola seeds in Pakistan the sentiments for soymeal export to this nation is likely to suffer a setback. However, the Indian soymeal has good export demand for poultry feed due to its nutritive value.

DOC of Soybean rates at different centers

Places	Ex-factory rates (Rs/ton)		
	10.10.06	09.10.06	Parity To
Indore (MP)	8200	8000-8200	Guj, MP
Datia (MP)	8700	8700	UP, Bihar, Bengal, Nepal
Shivpuri (MP)	8400	8400	UP, Bihar, Bengal, Nepal
Nanded/Latur	8500	8600	Andhra, AP, Kar, TN
Dhulia/Jalna	8300-8500	8300-8500	Mumbai Maharashtra
Nagpur (42/46)	8500	8300-8500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	8800	8700-8000	Local and South
Solapur	8500	8600	Local and South
Kota	8350	8350	Rajasthan, Del, Punjab, Haryana
Dharwar	8500	8600	

DOC Port rate at different centers

Centers	FOR Price	
	10.10.06	09.10.06
Kandla	8900 (Oct) 8885(Nov)	8850(Oct) 8800(Nov)
Mumbai	8850 (Oct) – 8800 (Nov)	8850(Oct)- 8800(Nov)

Current vessel positions in different ports

Loading of 11,000 MT of SBM is continuing at Jamnagar Port on the vessel 'Dagat Blue' to Vietnam. The vessel is being handled by InterOcean agents. 'Huang Shan' is expected at Jamnagar Port to load 12,600 MT of SBM to Korea. InterOcean agents will be handling the vessel. Kandla Port is expecting 'Tayson I' to load 10,500 MT of SBM to Indonesia. Liladhar Pasoo agents will be handling the vessel.

Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Jamnagar	Dagat Blue	11,000	Loading	Vietnam
Jamnagar	Huang Shan	12,600	Expecting	Korea
Kandla	Tayson I	10,500	Expecting	Indonesia

Rape/ Mustard Meal

Weak to average sentiments ruled the market. As per Solvent Extraction Association of India rapeseed meal export increased from 335,125 tons to 451,075 tons, thanks to availability of rapeseed during off season from NAFED which not only boosted the crushing and oil availability but also increased availability of rapeseed extractions, lead to double the export of rapeseed meal in 2nd quarter, from 120,600 tons to 240,350 tons. China and South Korea imported rapeseed meal to a tune of 1.71 lakh tons and 1.65 lakh tons respectively. The DOC prices at Kandla is quoted lower at Rs. 4625 in [PP bags] and in Mundra it is offered at Rs. 5000. At Jamnagar it is offered at Rs.4525. Jaipur market was offered the same at steady at Rs.3900 per ton. Kota quoted the same at Rs. 3700 per ton. Steady to weak tone likely to prevailed in the market. Datia at Rs. 4250.

Sunflower Meal Rates at Different Centres

Places	Ex-factory rates (Rs/ton)	
	10.10.06	09.10.06
Chalisgaon	-	-
Khamgaon	-	-
Rudrapur	4885	4800
Parli/Latur/Nanded	5000	5000

Groundnut DOC

The sentiments for groundnut meal remained steady on account of limited crushing of nuts. Although virtual demand for groundnut oil is reported to increase gradually which would directly affect the meal thus obtained. As per Solvent Extractors Association of India the total export of oilmeals during April to September 2006 is reported at 1,633,475 tons compared to 1,291,308 tons of last year i.e. up by 26%. China was the major importer of groundnut meal from India to a tune of 43,200 tonnes. Uneven rainfall distribution is said to have affected the arrivals of groundnuts to a larger extent thus affecting the rates for oil meal thus obtained. The prices of groundnut meal (40%) were quoted steady at Rs. 6700 while 45% was offered also steady at 7600 per MT in Rajkot.

CBOT Soy Meal Futures as on October 06th.

Month	Open	High	Low	Close	Chg
Oct 06	166.0	168.8	166.0	168.7	+2.7
Dec06	168.3	170.3	167.5	170.1	+2.3

Monsoon Outlook (10.10.06)

- Yesterday's low-pressure area over east central & adjoining northeast Bay of Bengal persists the offshore trough extending from Karnataka to Kerala coast persists.
- The offshore trough now extends from Konkan & Goa to Kerala coast.

Heavy Rainfall Warning:

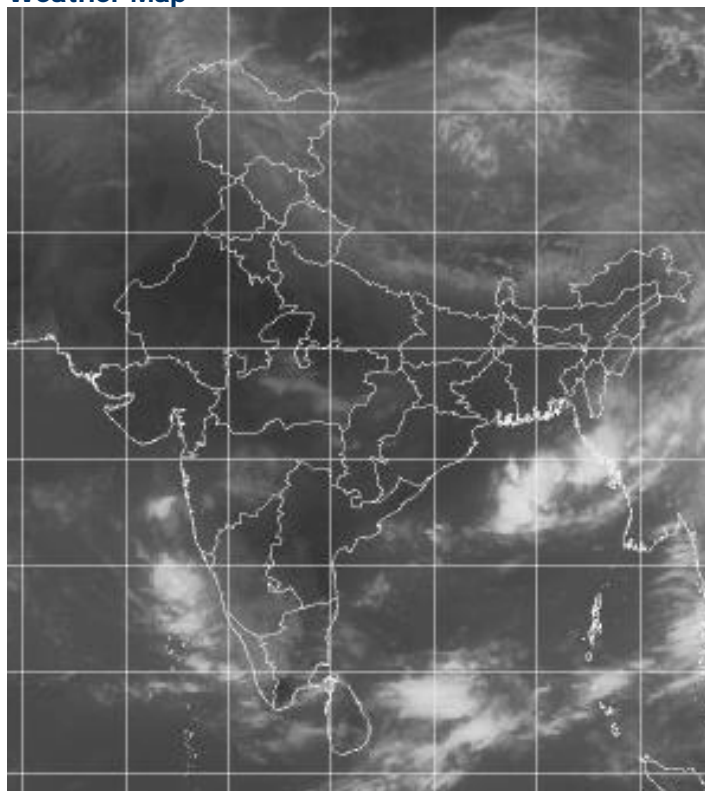
- Isolated heavy falls are likely over Andaman & Nicobar Islands, Coastal Karnataka and Kerala.

Outlook for subsequent two days (Based on numerical weather products)

- Scattered to fairly widespread rainfall activity is likely over south peninsula and along east coast.

Source: GOI (IMD)

Weather Map



Source-IMD

FOREX RATE AS ON 10.10.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	45.74

European Union	Euro	57.65
Japan	100 Yen	38.45
United Kingdom	GBP	85.49

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