

OILMEAL

October 16th, 2006

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal Markets Remained Steady
- Mustard Meal Showing weak to average tone.

DOMESTIC MARKET

Soy meal

Soy meal sentiments improved marginally on account of regional domestic demand. With substantial increase in demand for soybean from millers the rates for soymeal registered a marginal hike in MP elsewhere rates remained range bound. 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. 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.

DOC of Soybean rates at different centers

Places	Ex-factory rates (Rs/ton)		
	14.10.06	13.10.06	Parity To
Indore (MP)	8300-8500	8200-8300	Guj, MP
Datia (MP)	8500	8400	UP, Bihar, Bengal, Nepal
Shivpuri (MP)	8400-8500	8600	UP, Bihar, Bengal, Nepal
Nanded/Latur	8400	8400-8500	Andhra, AP, Kar, TN
Dhulia/Jalna	8600	8400-8500	Mumbai Maharashtra
Nagpur (42/46)	8300	8200-8400	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	8800	8800-8900	Local and South
Solapur	8700	8800	Local and South
Kota	8400-8500	8400	Rajasthan, Del, Punjab, Haryana
Dharwar	8300	8200	

DOC Port rate at different centers

Centers	FOR Price	
	14.10.06	13.10.06
Kandla	8950 (Oct)	8900 (Oct)
	8850 (Nov)	8850 (Nov)
Mumbai	8950 (Oct)	8900 (Oct)
	8850 (Nov)	8850 (Nov)

Current vessel positions in different ports

Mumbai Port is loading 9,300 MT of SBM on the vessel 'Sinar Kudus'. Seaworld agents is handling the vessel. Loading of 6,400 MT of SBM is continuing at Mumbai Port on the vessel 'Qi Lin Men'. Chowgule agents is handling the vessel.

'Huang Shan' has berthed at Jamnagar Port and continues to load 12,600 MT of SBM to Korea. Interocean agents is 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. 'Hazel Ace' is expected at the port to load 9,000 MT of SBM to Japan. Taurus agents will be handling the vessel

Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Jamnagar	Huang Shan	12,600	Berthed	Korea
Kandla	Tayson I	10,500	Expecting	Indonesia
Mumbai	Sinar Kudus'	9,300	Loading	-

Rape/ Mustard Meal

Rates remained range bound on account of comparatively lesser domestic demand and remained similar to one that existed yesterday. Rates and arrivals are likely to improve in coming days. The DOC prices at Kandla is quoted lower at Rs. 4600 in (PP bags) and in Mundra it is offered at Rs. 5000. At Jamnagar it is offered at Rs.4540. Jaipur market was offered the same at steady at Rs.3700-3800 per ton. Kota quoted the same at higher rate of Rs.3700- 3850 per ton. Steady to weak tone likely to prevailed in the market. Whereas in Datia it was quoted at Rs. 4250 per ton. 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.

Sunflower Meal Rates at Different Centres

Places	Ex-factory rates (Rs/ton)
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	14.10.06	13.10.06
Chalisgaon	-	-
Khamgaon	4700-4800	4700-4800
Rudrapur	5000	5000
Parli/Latur/Nanded	4700-4800	4800

The demand for groundnut meal remained steady. Demand is likely to increase in coming days, as crushing of groundnuts would gather pace simultaneously with increase in arrivals. Rates for groundnut was reported to have hiked nominally in Gujarat. 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. 6700-6725 while 45% was offered also steady at 7300-7400 per MT in Rajkot. As per Solvent Extractors Association of India the total export of oil meals 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.

Groundnut DOC

CBOT Soy Meal Futures as on October 13th.

Month	Open	High	Low	Close	Chg
Oct06	173.0	176.8	173.0	174.5	+2.5
Dec06	175.0	180.0	174.8	179.7	+6.4

Monsoon Outlook (14.10.06)

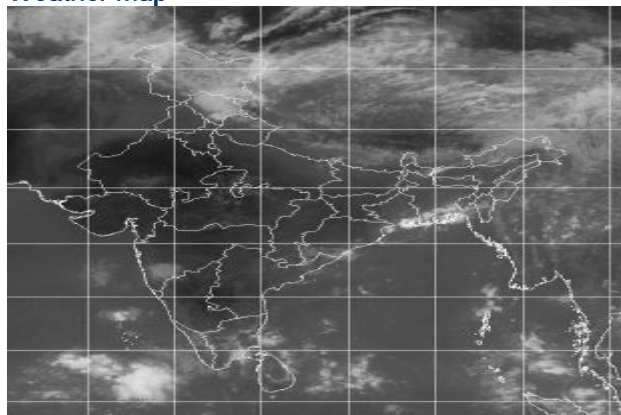
- The western disturbance as an upper air system is likely to cause scattered rainfall activity over Western Himalayan region during next 48 hours.
- Under the influence of an east-west shear zone extreme south peninsula is likely to experience scattered rainfall activity during next 2-3 days.

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

- The ongoing rainfall activity is likely to continue over south peninsular India.

Source: GOI (IMD)

Weather Map



Source-IMD

FOREX RATE AS ON 13.10.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	45.49
European Union	Euro	57.15
Japan	100 Yen	38.11
United Kingdom	GBP	84.64

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