

OILMEAL

October 14th, 2006

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Soy meal sentiments remained steady. With increase in arrivals of soybean in MP and Maharashtra rates for soy meal registered a marginal hike in selected pockets of MP and Maharashtra due to locally generated demand. Spot market sentiments are likely to improve further in coming days. 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)		
	13.10.06	12.10.06	Parity To
Indore (MP)	8200-8300	8200	Guj, MP
Datia (MP)	8400	8300	UP, Bihar, Bengal, Nepal
Shivpuri (MP)	8600	8400	UP, Bihar, Bengal, Nepal
Nanded/Latur	8400-8500	8400	Andhra, AP, Kar, TN
Dhulia/Jalna	8400-8500	8400-8500	Mumbai Maharashtra
Nagpur (42/46)	8200-8400	8400	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	8800-8900	8700-8900	Local and South
Solapur	8800	8700	Local and South
Kota	8400	8200-8400	Rajasthan, Del, Punjab, Haryana
Dharwar	8200	8000	

DOC Port rate at different centers

Centers	FOR Price	
	13.10.06	12.10.06
Kandla	8900 (Oct)	8900 (Oct)
	8850 (Nov)	8850 (Nov)
Mumbai	8900 (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

Sentiments for rapeseed meal remained steady in comparison to previous days estimates without much change in rates offered. Traders are expecting better rates in second fortnight after enough crushing has been done for rapeseed/mustard seeds. 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)	
	13.10.06	12.10.06
Chalisgaon		-
Khamgaon	4700-4800	-
Rudrapur	5000	4800
Parli/Latur/Nanded	4800	5000

Groundnut DOC

The sentiments for groundnut meal remained quite similar to the one existing the previous day 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. Rates for groundnut was reported to have decreased marginally with increase in arrivals of the same. 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. 6700-6750 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.

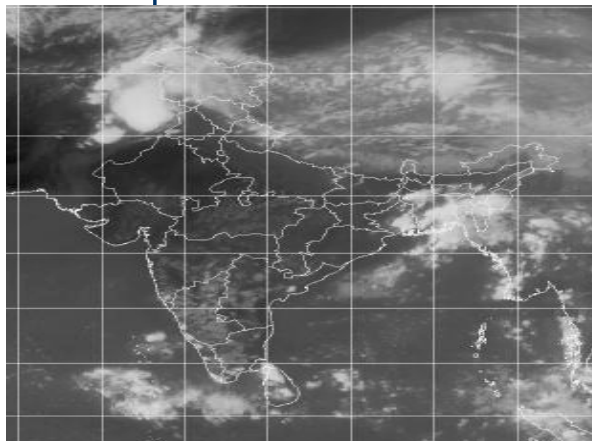
CBOT Soy Meal Futures as on October 12th.

Month	Open	High	Low	Close	Chg
Oct06	170.5	173.0	168.2	172.0	+6.0
Dec06	172.0	174.5	169.6	173.5	+6.1

Monsoon Outlook (13.10.06)

- Southwest monsoon has withdrawn from the remaining parts of Jharkhand & Chhattisgarh, most parts of Maharashtra & Orissa, some more parts of Gangetic West Bengal and some parts of North Interior Karnataka & Telangana. The withdrawal line passes through Cooch Behar, Midnapore, Bhubaneswar, Hyderabad, and Ratnagiri.
- A 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.

Weather Map



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

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

Source: GOI (IMD)

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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