

OILMEAL

October 19th, 2006

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Soy meal sentiments remained firm, with marginal fall in rates on account of active selling pressure and steady demand. Manufacturers are selling off meal stock on account of coming holidays. Active trading is likely to begin after Deepawali, as most of the solvent extraction units are busy buying soybean so as to prevent any shortfall in stocks after festive season. On export front it is likely to gain firm grounds on account of overseas demand particularly from UAE. Indian soymeal is offered at competitive prices so as to attract buyers from abroad. South Korea had already booked the consignment this week from India. 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)		
	18.10.06	17.10.06	Parity To
Indore (MP)	8400-8500	8450-8500	Guj, MP
Datia (MP)	8300-8400	8500	UP, Bihar, Bengal, Nepal
Shivpuri (MP)	8600	8550-8600	UP, Bihar, Bengal, Nepal
Nanded/Latur	8300-8500	8400-8500	Andhra, AP, Kar, TN
Dhulia/Jalna	8550-8600	8500-8600	Mumbai Maharashtra
Nagpur (42/46)	8100-8300	8200-8300	Chhattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	8800	8800-9000	Local and South
Solapur	8700-8800	8900	Local and South
Kota	8450-8500	8650-8700	Rajasthan, Del, Punjab, Haryana
Dharwar	8300-8400	8300-8500	

DOC Port rate at different centers

Centers	FOR Price	
	18.10.06	17.10.06

Kandla	9150 (Nov)	8950 (Nov)
Mumbai	9000 (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.

'M.V. Tayson I' has berthed at Kandla Port to load 10,800 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	M.V Tayson I	10,800	Berthed	Indonesia
Mumbai	Sinar Kudus'	9,300	Loading	-
Kandla	Hazel Ace	9,000	Expected	Japan

Rape/ Mustard Meal

Firm sentiments were noticed for mustard meal owing to steady demand and enough liquidation of available stock from NAFED. Rates were found to be range bound. Markets are likely to witness active trading after festive season. The DOC prices at Kandla is quoted at Rs. 4600 in [PP bags) and in Mundra it is offered at Rs. 5100. At Jamnagar it is offered at Rs.4540. Jaipur market was offered the same at steady at Rs.3800-3850 per ton. Kota quoted at a rate of Rs.3750 per ton. Steady to weak tone likely to prevailed in the market. Whereas in Datia it was quoted at Rs. 4200 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)	
	18.10.06	17.10.06
Latur	4600	-
Khamgaon	4700	4650-4700
Rudrapur	5000	5000
Parli/Latur/Nanded		-

Groundnut DOC

The sentiments for groundnut meal remained firm with rates remaining range bound on account of steady regional demand. Similar sentiments are likely to prevail for this fortnight and by first fortnight of November, influx for groundnut would increase substantially; thus adding to crushing of nuts to obtain oil and meal respectively. The prices of groundnut meal (40%) were quoted at Rs. 6700-6800 while 45% was offered also steady at 7200-7300-per MT in Rajkot, thus remaining range bound. 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 17th.

Month	Open	High	Low	Close	Chg
Dec 06	180.8	181.7	178.5	180.5	+2.0
Jan 07	181.7	182.4	179.5	181.4	+2.2

Monsoon Outlook (18.10.06)

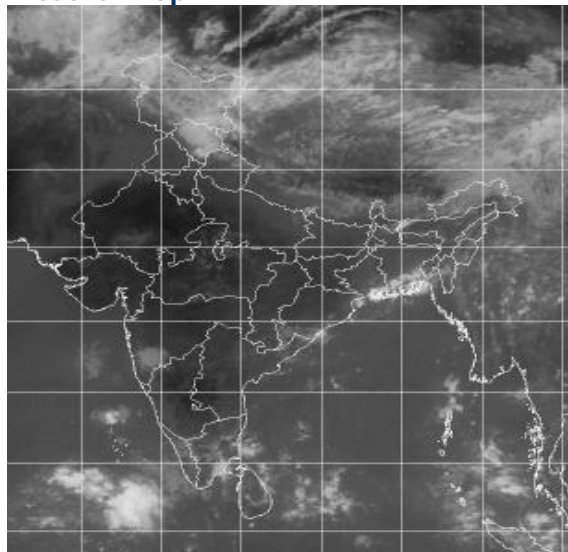
- Under the influence of an approaching western disturbance, scattered rainfall over Western Himalayan region and plains of northwest India is likely to commence from tomorrow for next 2-3 days.

Outlook for subsequent two days from 0830 hours IST of 20th October 2006 (Based on numerical weather products):

- Scattered rainfall activity is likely to continue over south peninsula.
- Fall in night temperature likely over northwest India.

Source: GOI (IMD)

Weather Map



Source-IMD

FOREX RATE AS ON 18.10.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	45.26
European Union	Euro	56.80
Japan	100 Yen	38.22
United Kingdom	GBP	84.72

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