

OILMEAL

November 15<sup>th</sup>, 2006

## MAJOR ACTIVITY HIGHLIGHTS

- Soymeal Sentiments remained steady.
- Mustard Meal Sentiments Showing Average Tone.

## DOMESTIC MARKET

### Soy meal

Market sentiments remained steady due to bearish sentiments for soybean in physical market, however rates remained range bound due to weak soy futures in overseas market. Due to acute congestion at Kandla & Mundra ports it is likely that shipments may get delayed further for the contracted destinations. At export front soy meal is being shipped to Japan and South Korea at C&F rates of 248 and 249 USD per tonne respectively. As per press release of SOPA a significant growth of 45.98% was noted for soybean meal exported last month, about 2.9 lakh MT of soybean meal was exported during October 2006 as compared to 1.98 lakh MT exported during the same period last year. The total exports of Soybean meal for April to October this year was 17.24 lakh MT as against 9.44 lakh MT during the same period last year thus registering a growth of 82.57% over the last year. The total export of oil meals during April to October 2006 is reported at 1,966,100 tons compared to 1,500,733 tons of last year i.e. up by 31%. China was the main importer of groundnut meal for this year; the imports were to a tune of 43,200 tonnes till October 2006.

### DOC of Soybean rates at different centers

Places	Ex-factory rates (Rs/ton)		
	14.11.06	13.11.06	Parity To
Indore (MP)	9100-9200	9200	Guj, MP
Datia (MP)	9400	9400	UP, Bihar, WB, Nepal
Shivpuri (MP)	9050	9050	UP, Bihar, WB, Nepal
Kota	9050	8950	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	9400-9600	9500-9700	Andhra, AP, Kar, TN
Dhulia/Jalna	9500	9400-9500	Mumbai Maharashtra
Nagpur (41/45)	9000	8500-8900	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,000	9800-9900	Local and South
Solapur	9900	9800	Local and South
Dharwar	10,200	10,000-10,100	Karnataka, Tamil Nadu

### DOC Port rate at different centers (rates valid till 15<sup>th</sup> of Dec)

Centers	FOR Price (Buy price)	
	14.11.06	13.11.06
Kandla	9700 @--9750(T)	9800
Jamnagar	9700 (t)	9700
Vishakapatnam	10,750	-
Atari	10,700	-
Mumbai	9850 @-9900 @	9900

### Current vessel positions in different ports

Loading of bagged SBM has started at Mumbai port on the vessel Badulu Valley. Sai Freight Pvt Ltd is the agent handling the vessel. Induruwa Valley-VI vessel is expected soon by 17/11/06, which would be handled by Sai freight P.Ltd. Bright KC has berthed at port and is ready for sailing.

'M.V. Ocean Concord' & 'M.V. Iran Brooger DI' are the expected vessels to be berthed at Kandla Port, they would be loading 9000 MT & 13,000 tonnes of SBM respectively. Taurus agents will be handling the vessel. Vessel M.V Manisam is expected to berth today at Kandla port. Taurus agent is handling the vessel. It will load 15,000 tonnes of SBM.

### Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Mumbai	Badulu Valley	3500	Loading	-
Mumbai	Induruwa Valley -VI	2700	Expected	-
Mumbai	Bright KC	7500	Ready	-
Kandla	M.V. Ocean Concord	9000	Expected	-
Kandla	M.V. Iran Brooger DI	13,000	Berthed	-
Kandla	M.V. Manisam UGT Naree	15,000	Expected	-

### Rape/ Mustard Meal

Spot market sentiments improved marginally due to demand from domestic feed industry and animal feed industry abroad. However, traders are optimistic that demand would further increase by month end. The

rapeseed meal is an important constituent as additive in feeds for livestock industry. Rates improved slightly due to increase in consignments for rapeseed meal for export purpose. The DOC prices at Kandla were quoted at Rs. 5100 in [PP bags) and in Mundra it is offered at Rs. 5200. At Jamnagar it is offered at Rs.5050. Jaipur market was offered the same at Rs.4500 per ton & Kota was quoted at Rs 4550 per ton. No quote was obtained for Datia. The demand from feed industry is likely to pick up pace by second fortnight of November. As per SOPA, rapeseed meal export increased from 372,375 tons to 525,075 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 boost the export of rapeseed meal. South Korea a traditional importer of rapeseed meal bought nearly 198,000 tons of rapeseed meal.

#### Sunflower Meal Rates at Different Centres

Places	Ex-factory rates (Rs/ton)	
	14.11.06	13.11.06
Rudrapur	-	5300-5400
Parli/Latur/Nanded	6500-7000	6500-6700

CBOT Soy Meal Futures as on November 13<sup>th</sup>.

Month	Open	High	Low	Close	Chg
Dec 06	197.7	197.7	191.6	191.8	-3.7
Jan 07	198.5	198.7	192.9	193.1	-3.6

#### Monsoon Outlook (14.11.06)

- Night temperatures are above normal by 4-6 °C over most parts of northwest and adjoining central India. No significant change is expected in night temperatures over these regions during next 2-3 days.
- Ongoing rainfall activity over south Peninsula is likely to continue during next 48 hours. However, with the likely strengthening of easterly wave, the rainfall activity is likely to increase over this region from 16th onwards.
- A fresh western disturbance is likely to approach and cause scattered precipitation over Western Himalayan Region around 16th onwards.

#### Heavy Rainfall Warning: -

- Isolated heavy rainfall is likely over coastal Tamil Nadu & Pondicherry.

#### Outlook for subsequent two days from 0830 hours IST of 17th November 2006 (Based on numerical weather products):

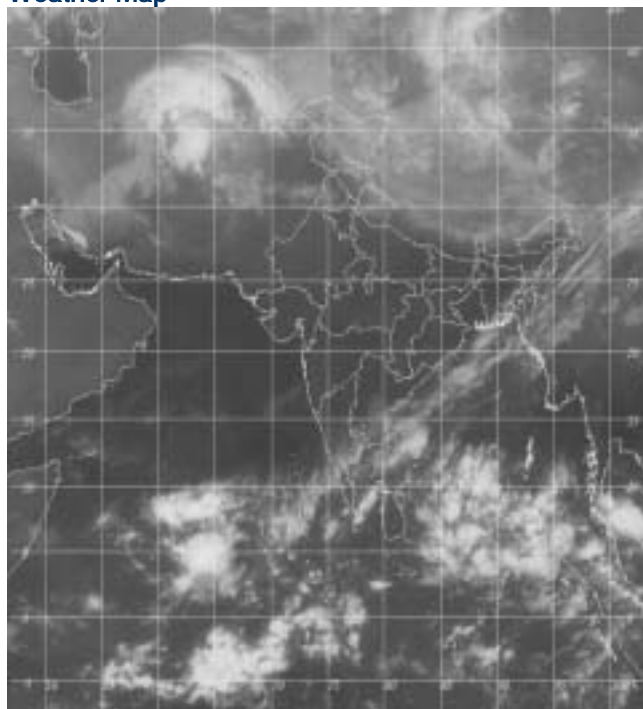
- Fairly widespread rainfall activity over extreme south peninsula.
- Scattered rain/snowfall over Western Himalayan Region.

Dharwar	6200	6200
Jalna	6400-6500	-
Solapur	6300	6300

#### Groundnut DOC

Market sentiments improved marginally on account of good demand for groundnut meal in domestic market. Rates have picked up as groundnut meal well follows soymeal. Demand for meals has increased considerably from feed industry and each oil meal is competing on price factor. A further influx of groundnut by second fortnight of this month would improve the sentiments as crushing would catch up pace to yield the meal thus required. However rates would largely depend on demand from feed industry. Groundnut meal at 40% and 45% were quoted at Rs 7300 and Rs 7800-7900 per MT respectively in Rajkot. As per SOPA, export of oil meals for the month of October 2006 was reported at 332,625 tons compared to 209,425 tons in October last year i.e. up by 59%. The total export of oil meals during April to October 2006 is reported at 1,966,100 tons compared to 1,500,733 tons of last year i.e. up by 31%. China was the main importer of groundnut meal for this year; the imports were to a tune of 43,200 tonnes till October 2006.

#### Weather Map



Source-IMD

Source: GOI (IMD)

#### FOREX RATE AS ON 11.11.06

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.16
European Union	Euro	57.92
Japan	100 Yen	38.40
United Kingdom	GBP	85.99

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