

OILMEAL

November 4th, 2006

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal Sentiments Improved marginally.
- Mustard Meal Sentiments Showing Average Tone.

DOMESTIC MARKET

Soy meal

Soymeal sentiments improved marginally on good demand from feed industry in domestic and overseas market. With the poultry sector growing at 10%, the shortfall in domestic maize crop is a cause for concern that added to support bullish trend for soymeal in major markets. Nearly bullish sentiments for soy futures in International and domestic futures market scale up rates to some extent. Domestic production of other soymeal exporting country is likely to fall owing to reduced production thus allowing India an edge over others in terms of pricing. Indian soymeal is offered at competitively priced so as to attract buyers from abroad [UAE, Vietnam & Indonesia and Thailand]. 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)		
	03.11.06	02.11.06	Parity To
Indore (MP)	8800	8700	Guj, MP
Datia (MP)	8500	8550	UP, Bihar, WB, Nepal
Shivpuri (MP)	8550	8500	UP, Bihar, WB, Nepal
Kota	8550	8500	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	8600-8900	8700-8800	Andhra, AP, Kar, TN
Dhulia/Jalna	9000-9100	9000	Mumbai Maharashtra
Nagpur (41/45)	8100-8500	8200-8500	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9300-9400	9300	Local and South
Solapur	9000-9100	8900-9000	Local and South
Dharwar	9000-9100	8900-9000	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
		02.11.06

Kandla	9600 (Nov)	9500 (Nov)
Jamnagar	9550 (Nov)	9450 (Nov)
Vishakapatnam	9600 (Nov)	9500 (Nov)
Atari	10,250 (Nov)	10,200 (Nov)
Mumbai	9600 (Nov)	9500 (Nov)

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. Other vessel that is expected soon is Induruwa Valley-VI, which would be handled by Sai freight P.Ltd. Bright KC has berthed at port.

'M.V. Ocean Concord' & 'M.V. Iran Broojer 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.

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	Berthed	-
Kandla	M.V. Ocean Concord	9000	Expected	-
Kandla	M.V. Iran Broojer DI	13,000	Expected	-

Rape/ Mustard Meal

Spot market sentiments improved slightly on account of meal demand from South Korea and other overseas destinations. However, traders are optimistic that demand from livestock industry is likely to increase in coming days notably from UAE. The DOC prices at Kandla were quoted at Rs. 5000 in [PP bags] and in Mundra it is offered at Rs. 5100. At Jamnagar it is offered at Rs.4950. Jaipur market was offered the same at steady at Rs.3900 per ton. No quote was obtained from Kota and Datia. The demand from feed industry is likely to pick up pace by November. 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)	
		02.11.06
Rudrapur	5100	5100
Parli/Latur/Nanded	5300-5600	5300-5700

Groundnut DOC

Market sentiments improved marginally on account of good demand for groundnut meal in domestic market. A further influx of groundnut by next week is likely to impact the rates for the meal thus obtained after crushing. However rates would largely depend on demand from feed industry. Groundnut meal at 40% and 45% were quoted at Rs 6750 and Rs 7600 per MT respectively 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 November 2nd.

Month	Open	High	Low	Close	Chg
Dec 06	199.5	200.5	194.8	195.3	+2.2
Jan 07	198.3	201.0	195.5	195.9	+2.8

Monsoon Outlook (03.11.06)

- Under the influence of easterly wave, scattered to fairly widespread rainfall is likely to continue over south Peninsula during next 3-4 days.
- Under the influence of a trough in mid tropospheric westerlies extending from west Uttar Pradesh to east central Arabian sea, isolated to scattered rainfall is also likely over parts of east India and adjoining parts of central India.
- Night temperatures are 3-5° C above normal over many parts of north & central India. However they are likely to fall over northwest India from 4th onwards due to likely prevalence of northerly winds.

Heavy Rainfall Warning: -

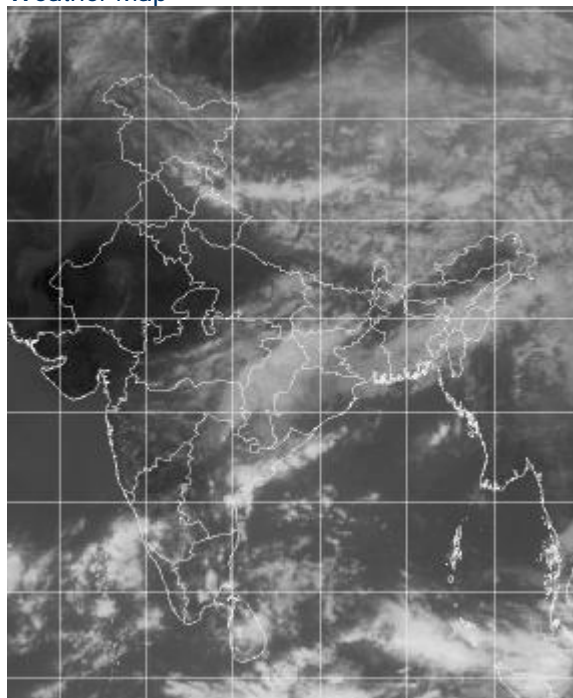
- Isolated Heavy rainfall is likely over coastal Tamil Nadu, south coastal Andhra Pradesh, Kerala, coastal & south interior Karnataka and Lakshadweep.

Outlook for subsequent two days from 0830 hours IST of 5th November 2006 (Based on numerical weather products):

- Ongoing rainfall activity is likely to continue over south peninsula, adjoining Maharashtra and also over parts of east India.

Source: GOI (IMD)

Weather Map



Source-IMD

FOREX RATE AS ON 03.11.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	44.84
European Union	Euro	57.28
Japan	100 Yen	38.29
United Kingdom	GBP	85.55

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