

OILMEAL

November 3rd, 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 and overseas market. Nearly bullish sentiments for soy futures in International and domestic futures market scale up rates to some extent. The net crushing margin was around 1600 Rs per ton of seed crushed. Domestic production of other soy meal exporting country is likely to fall owing to reduced production thus allowing India an edge over others in terms of pricing. Indian soy meal 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)		
	02.11.06	01.11.06	Parity To
Indore (MP)	8700	8650	Guj, MP
Datia (MP)	8550	8500	UP, Bihar, WB, Nepal
Shivpuri (MP)	8500	8400	UP, Bihar, WB, Nepal
Kota	8500	8425	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	8700-8800	8750-8850	Andhra, AP, Kar, TN
Dhulia/Jalna	9000	8800	Mumbai Maharashtra
Nagpur (41/45)	8200-8500	8500	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9300	8900-9000	Local and South
Solapur	8900-9000	8800	Local and South
Dharwar	8900-9000	8800	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	02.11.06	01.11.06
Kandla	9500 (Nov)	9350(Nov)
Jamnagar	9450 (Nov)	9250(Nov)

Vishakapatnam	9500 (Nov)	9300(Nov)
Atari	10,200 (Nov)	10,100 (Nov)
Mumbai	9500 (Nov)	9300 (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 remained steady amidst normal demand. 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. 4900 in [PP bags] and in Mundra it is offered at Rs. 4900. At Jamnagar it is offered at Rs.4800. 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	01.11.06
Rudrapur	5100	5100
Parli/Latur/Nanded	5300-5700	4600-4800

Groundnut DOC

Market sentiments ruled steady. 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 7200 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 1st.

Month	Open	High	Low	Close	Chg
Dec 06	190.8	193.5	187.6	193.1	+3.5
Jan 07	191.5	193.7	188.5	193.1	+2.5

Monsoon Outlook (02.11.06)

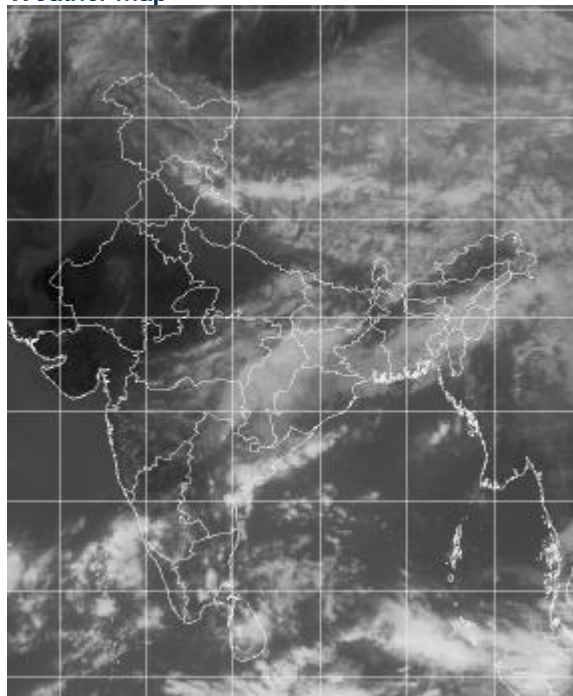
- The night temperatures continue to be above normal by about 2-4 °C over many parts of north and central India except north Rajasthan, north Chhattisgarh and adjoining East Madhya Pradesh where they are markedly above normal by about 5-6 °C.
- The current meteorological analysis suggests fall in night temperatures over these regions after 48 hours.

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

- Scattered rainfall activity is likely over extreme south peninsula.
- Weather is likely to clear over east and central India.

Source: GOI (IMD)

Weather Map



Source-IMD

FOREX RATE AS ON 02.11.06

Country/Continent	Currency	Value in Rupees
USA	Dollar	44.93
European Union	Euro	57.32
Japan	100 Yen	38.34
United Kingdom	GBP	85.69

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