

OILMEAL

December 4, 2006

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal reflected bearish sentiments.
- Mustard Meal Sentiments Showing Average Tone.

DOMESTIC MARKET

Soy meal

Soymeal showed reflected bearish tone due to weak demand in domestic and overseas market as well. As per market observers, rates for soymeal are likely to trade range bound amidst continuous demand for soy oil and regular crushing of beans. Overseas suppliers are taking advantage of competitively priced meals. 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. 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)		
	02.12.06	01.12.06	Parity To
Indore (MP)	9000-9100	9100-9200	Guj, MP
Datia (MP)	8800-8850	8850-8900	UP, Bihar, WB, Nepal
Shivpuri (MP)	8700	8800	UP, Bihar, WB, Nepal
Kota	8700-8800	8800-8900	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	8900-9000	9000-9200	Andhra, AP, Kar, TN
Dhulia/Jalna	9300	9400	Mumbai Maharashtra
Nagpur (41/45)	8600-8700	8700-8800	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9900-10,000	10,000	Local and South
Solapur	9400-9500	9500-9700	Local and South
Dharwar	9900-10,000	10,000-10,100	Karnataka, Tamil Nadu

DOC Port rate at different centers (rates valid till 15th of Dec)

Centers	FOR Price (Buy price)
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	02.12.06	01.12.06
Kandla	9500	9600
Jamnagar	9400	9500
Vishakapatnam	9700	9600
Atari	10,400	NR
Mumbai	9550	9650

Current vessel positions in different ports: -

Induruwa Valley-VI vessel is expected to arrive; the vessel would be handled by Sai freight Pvt. Ltd. It would load 2500 MT of SBM from Mumbai port.

Badulu Valley-VI is expected to arrive soon and would load 3500 MT of SBM from Mumbai port; Sai Freight Pvt Ltd is handling the vessel.

Qui Lin Men VI would load 6000 MT of SBM from Mumbai port; it is expected to arrive on 04.12.06. Chowgule brothers would be handling the vessel.

Bright KC has berthed at port and is ready for sailing. Rizvi shipping is handling the vessel Raj Milan.

Vessel **Blue star-VI** is handled by Shaan Marine Services; it would load 6000 MT of SBM from Mumbai port.

'**M.V. Iran Broojer DI**' is expected vessels to be berthed at Kandla Port; it would be loading 13,000 tonnes of SBM. Taurus agents will be handling the vessel.

Vessel M.V Manisam has sailed from Kandla port. Taurus agent handled the vessel. It loaded 15,000 tonnes of SBM.

B.S.S agents is be handling the vessel M.V Tan Binh-15, whereas PVRM Sons would be handling the vessel Antigoni that has arrived. Both the agents are handling the above vessels at Vizag port.

Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Mumbai	Induruwa Valley -VI	2500	Expected	-
Mumbai	Bright KC	7500	Ready	-
Mumbai	Raj Milan	-	Sailed	-
Mumbai	Blue Star-VI	6000	Arrived	-
Mumbai	Badulu Valley -VI	3500	Expected	-
Kandla	M.V. Iran Broojer DI	13,000	Berthed	-

Kandla	M.V. Manisamugt Naree	15,000	Sailed	
Vizag	M.V TAN BINH - 15	6500	Arrived	-
Vizag	m.v UN BONG	7000	Expected	

Rape/ Mustard Meal

Spot market sentiments remained bearish due to normal demand from domestic animal feed industry amidst weak oilmeal in domestic and overseas market. Rates remained similar to one quoted yesterday. With soaring prices of rapeseed meal in International market, Indian counterparts are optimistic that demand for meal may increase during first fortnight of next month. However incidence of Avian Flu and disease outbreak would adversely affect the export consignments. The rapeseed meal is an important constituent as additive in feeds for livestock industry. The DOC prices at Kandla were quoted at Rs. 5100-5200 in [PP bags] and in Mundra it is offered at Rs. 5150-5200. At Jamnagar it is offered at Rs.5100 - 5200. At Jaipur market the rate quoted stood at Rs.4500- 4600 per ton. 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.

CBOT Soy Meal Futures as on December 1.

Month	Open	High	Low	Close	Chg
Dec 06	192.9	193.2	188.2	188.4	-5.0
Jan 07	195.4	196.0	190.0	190.4	-5.6

Monsoon Outlook (02.12.06)

- Numerical weather models suggest that northwest India is likely to be affected by a western disturbance during the period 3rd to 6th December, under its influence enhanced snowfall activity with isolated heavy falls is likely over Jammu & Kashmir, Himachal Pradesh and Uttaranchal commencing from 3rd. Plains of northwest India are also likely to experience scattered rain/thundershower activity from 4th onwards.
- Day temperatures are likely to fall whereas night temperatures are likely to increase over northwest India during the above period
- Lowest night temperature in the plains of the country was 4.0°C recorded at Adampur in Punjab.

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

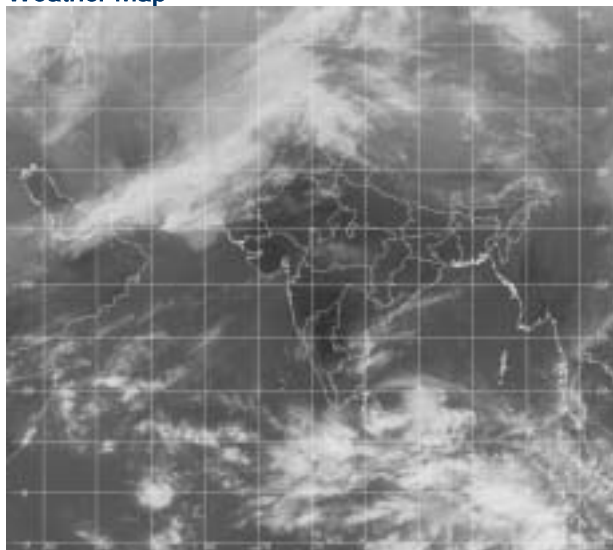
Sunflower Meal Rates at Different Centres [Not Available - NA]

Places	Ex-factory rates (Rs/ton)	
	02.12.06	01.12.06
Rudrapur		NR
Parli/Latur/Nanded		6300-6800
Dharwar		6400
Jalna		6300
Solapur		6400

Groundnut DOC

Market sentiments remained steady on account of average demand for groundnut oil and meal. Demand from animal feed industry has already picked up and the sentiments for groundnut meal would catch pace as crushing is reported to be continuous. The news of Bird Flu is unlikely to affect sentiments for this meal for the days to come. Groundnut meal at 40% and 45% were quoted at Rs 7600 and Rs 8000-8100 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



numerical weather products):

- Fairly widespread snowfall activity with isolated heavy falls is likely over Western Himalayan region. Scattered rain/thundershowers also likely over the plains of northwest India.

Source: GOI (IMD)

Source-IMD

FOREX RATE AS ON 02.12.06

Country/ Continent	Currency	Value In Rupees
USA	Dollar	44.67
European Union	Euro	59.57
Japan	100 Yen	38.69
United Kingdom	GBP	88.50

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