

OILMEAL

13th January, 2006

MAJOR ACTIVITY HIGHLIGHTS

- Steady to weak sentiments for soymeal.
- Rapeseed meal reflects bearish sentiments.

DOMESTIC MARKET

Soy meal

As per official release from SOPA, exports of soymeal from Kandla port declined during Dec 2006 as compared to other ports namely Mumbai and Bedi ports. Exports of soymeal during Dec 2006 surpassed export figures of soymeal during same month for previous year by 2.70%. However, out of total oilmeal exported in Dec 2006, soymeal contributed a satisfactory share of around 81%. Amidst firm soymeal futures at CBOT, Indian market reacted in consensus and rates firmed up. New vessels are waiting for vacant berths in order to load consignments for exports. No new vessel position is available as on date except for the ones cited in table. Congestion at ports is easing down and would normalize soon, as stated by market observers.

DOC of Soybean rates at different centers

Places	Ex-factory rates (Rs/ton)		
	12.01.07	11.01.07	Parity To
Indore (MP)	9100	8900-9000	Guj, MP
Datia (MP)	9200	8800-8850	UP, Bihar, WB, Nepal
Shivpuri (MP)	-	8600	UP, Bihar, WB, Nepal
Kota	89000	8800-8900	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	8700-8900	8700	Andhra, AP, Kar, TN
Dhulia/Jalna	9100	-	Mumbai Maharashtra
Nagpur (41/45)	8800-8900	8700	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9400-9500	9200-9300	Local and South
Solapur	9200	-	Local and South
Dharwar	9500	-	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	12.01.07	11.01.07
Kandla	9800	9700-9750

Jamnagar	9700-9750	9600
Mumbai	9650-9700	9700-9750

Current vessel positions in different ports: -

Mumbai port: -

Vessel Zaid is now expected to arrive by 10.01.07, it would load 8000 MT of SBM. Shaan Marine Services would be handling the vessel.

Kandla port: -

M.V. Leonis has arrived and waiting for berth. It would load 9000 MT of SBM from Kandla port. Taurus agent is handling the vessel.

Vizag port: -

Vessel M.V. Jinda has arrived at port and would load 6500 MT of SBM from Vizag port. Bothra shipping services is handling the vessel.

Vessel Buyon -II would load 8000 MT of SBM. It is expected to arrive on 10.01.07 and would sail off to Korea.

Vessel Chopol -II is expected to arrive on 12.01.07 and would load 12,000 MT of SBM.

Bedi: -

Vessel Cresta Blue is loading 11,000 MT of SBM.

Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Mumbai	Zaid	8000	Expected	
Kandla	M.V. Leonis	9000	Waiting for berth	
Vizag	M.V. Jinda	6500	Expected	
Vizag	Buyon -II	8000	Expected	Korea
Vizag	Chopol	12,000	Expected	-
Bedi	M.V Cresta Blue	11,000	Loading	

Rape/ Mustard Meal

As per official release of oilmeal export data from Solvent Extractors Association of India, the export of rapeseed meal for month of December declined by 7% in comparison to exports during November 2006. Except for locally available meal obtained from mills across mustard growing regions, sentiments for DOC remained steady and rates range bound. Industry sources state that, animal feed industry has opted locally available rapeseed meal instead of DOC due to its easy availability and relative cheapness as compared to DOC. The DOC prices at Kandla were quoted at Rs 4800 - 4850 in [PP bags] and in Mundra it is offered in a range of Rs.4900 - 5000. At Jamnagar it is offered at Rs4800 - 4900.

At Jaipur market the rate quoted stood at Rs.4100- 4200 per ton. The rates offered at Kota stood at Rs 4200 per ton.

Groundnut DOC

As per official release of oilmeal export data from Solvent Extractors Association of India, the export of groundnut meal increased more than 300% over exports during the month of November 2006. Groundnut meal at 40% and 45% were quoted at Rs 7300-7400 and Rs 7800-7900 per MT respectively in Rajkot. Good prospects for Rabi groundnut production in Gujarat gave additional support to existing firmness to groundnut by-products too.

CBOT Soy Meal Futures as on January 10

Month	Open	High	Low	Close	Chg
Jan 07	186.3	188.3	184.7	187.6	+1.0
Mar 07	190.7	193.0	189.0	191.7	+1.0

Monsoon Outlook (11.01.07)

Chief Features:

- Cold wave/severe cold wave conditions are prevailing over many parts of Punjab and Haryana. Cold wave conditions are also prevailing at some parts of Rajasthan and redeveloped over some parts of East Uttar Pradesh. Ground frost conditions also continued to prevail over some parts of Punjab, Haryana and north Rajasthan.
- Numerical model predictions suggest prevalence of northwesterly winds and their strengthening over Indo-Gangetic plains during next 3-4 days. Consequently the cold wave conditions over the plains of northwest India are likely to continue and may also redevelop at some parts of Uttar Pradesh and Bihar. Ground frost conditions over plains of northwest India are also likely to continue.
- The current meteorological analysis suggests that dense fog conditions are not likely over the Indo-Gangetic plains during next 3- 4 days. However shallow fog may be experienced in the morning hours.

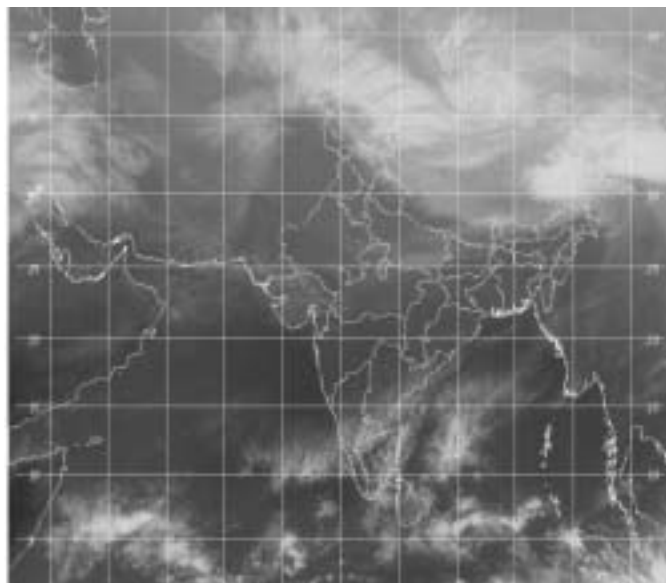
Low Temperature Warning (For next 48 hours):

- Ground frost is likely over many parts of Punjab, some parts of Haryana and north Rajasthan.

Outlook for subsequent two days from 0930 hours IST of 15th January 2007 (Based on numerical weather products):

- Cold wave conditions are likely to continue over some parts of plains of northwest India.

Weather Map [As on 11.01.07]



Source-IMD

FOREX RATE AS ON 11.01.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	44..61
European Union	Euro	57.54
Japan	100 Yen	36.97
United Kingdom	GBP	86.80

Source: GOI (IMD)

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.