

## OILMEAL

11<sup>th</sup> 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 weak soymeal futures at CBOT, Indian market reacted in consensus and rates dropped down considerably. 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) |           |  |
|----------------|---------------------------|-----------|--|
|                | 10.01.07                  | 09.01.07  | Parity To                                  |
| Indore (MP)    | 8800-8900                 | 9050-9100 | Guj, MP                                    |
| Datia (MP)     | 8800                      | 8900      | UP, Bihar, WB, Nepal                       |
| Shivpuri (MP)  | 8500-8600                 | 8600      | UP, Bihar, WB, Nepal                       |
| Kota           | 8850-8900                 | 8850-8900 | Rajasthan, Del, Punjab, Haryana            |
| Nanded/Latur   | 8700                      | 8700-8800 | Andhra, AP, Kar, TN                        |
| Dhulia/Jalna   |                           | -         | Mumbai Maharashtra                         |
| Nagpur (41/45) | 8700-8750                 | 8700-8800 | CG, Orissa, Bihar, Bangladesh, AP, Kar, TN |
| Sangli         | 9300-9400                 | 9400-9500 | Local and South                            |
| Solapur        | -                         | -         | Local and South                            |
| Dharwar        |                           | -         | Karnataka, Tamil Nadu                      |

#### DOC Port rate at different centers

| Centers | FOR Price (Buy price) |          |
|---------|-----------------------|----------|
|         | 10.01.07              | 09.01.07 |
| Kandla  | 9550-9600             | 9700     |

|          |           |           |
|----------|-----------|-----------|
| Jamnagar | 9500      | 9550-9600 |
| Mumbai   | 9550-9600 | 9700      |

#### 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. Normal to weak demand from animal feed industry have had its affect felt on domestic demand. Weak demand for edible oils in general prompted for overall weakness in oilmeal sentiments. 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.

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

| Places | Ex-factory rates (Rs/ton) |          |
|--------|---------------------------|----------|
|        | 10.01.07                  | 09.01.07 |

|              |    |           |
|--------------|----|-----------|
| Parli -Latur | NA | 5600-5700 |
| Dharwar      | NA |           |
| Jalna        | NA | 5600      |
| khamgaon     | NA | 5200-5350 |

[Note: - Data not available for sunflower meal]

#### 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 09.

| Month  | Open  | High  | Low   | Close | Chg  |
|--------|-------|-------|-------|-------|------|
| Jan 07 | 189.5 | 189.5 | 185.7 | 186.6 | -4.0 |
| Mar 07 | 193.0 | 193.5 | 190.0 | 190.7 | -4.4 |

#### Monsoon Outlook (10.01.07)

##### Chief Features:

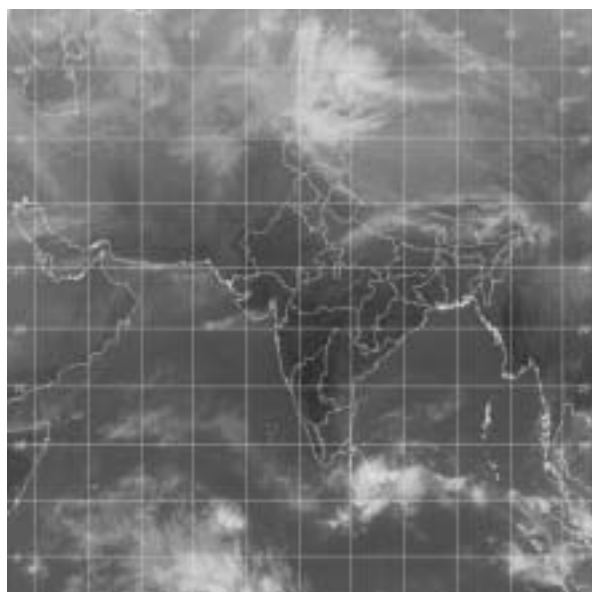
- Cold wave conditions prevailed at some parts of Punjab, north Haryana and Bihar and likely to continue for next 24 hours. Night temperatures were below normal by 1-3 °C over remaining parts of Indo-Gangetic plains. No significant change is likely to occur over plains of northwest India during next 24 hours and fall thereafter.
- The prevailing ground frost conditions at some places over Punjab, northwest Rajasthan and north Haryana are likely to continue for next 24 hours.
- Lowest night temperature in the plains of the country was -1.1°C recorded at Amritsar in Punjab.

#### Outlook for subsequent two days from 0930 hours IST of 13th January 2007 (Based on numerical weather products):

- Fall in night temperature over plains of northwest India.

Source: GOI (IMD)

#### Weather Map [As on 10.01.07]



Source-IMD

## FOREX RATE AS ON 10.01.07

| Country/<br>Continent | Currency | Value in Rupees |
|-----------------------|----------|-----------------|
| USA                   | Dollar   | 44.53           |
| European Union        | Euro     | 57.80           |
| Japan                 | 100 Yen  | 37.35           |
| United Kingdom        | GBP      | 86.24           |

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