

OILMEAL

8th January, 2006

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Rates for soymeal scaled up marginally amidst firm soymeal futures at CBOT. 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. The very observation reveals underlying reason for overall steadiness reported in sentiments for soymeal at spot markets. Offtake of soymeal from cattle and poultry feed industry was reported to be normal. New vessels are waiting for vacant berths in order to load consignments for exports. Congestion at ports is easing down and would normalize soon. As per Solvent extractors association of India, the total export of oil meals during April to November 2006 is reported at 2,549,350 tons compared to 1,822,425 tons of last year i.e. up by 40%. The Soybean meal export jumped from 1,148,825 tons to 1,652,925 tons. Export of oilmeals to China during April to November 2006 sharply increased to 342,725 tons from 210,725 tons during the same period of last year. China mainly imported soybean meal to the tune of 85,850 tons. Vietnam has become largest importers of Soybean meal and imported over 462,000 tons.

DOC of Soybean rates at different centers

Places	Ex-factory rates (Rs/ton)		
	06.01.07	05.01.07	Parity To
Indore (MP)	9000	9000-9050	Guj, MP
Datia (MP)	8800-8900	8800	UP, Bihar, WB, Nepal
Shivpuri (MP)	8600	8550-8600	UP, Bihar, WB, Nepal
Kota	8850-9000	8800-8850	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	8800	8800-8900	Andhra, AP, Kar, TN
Dhulia/Jalna	9100-9200	9000-9100	Mumbai Maharashtra
Nagpur (41/45)	8700	8700-8800	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9500	9500-9700	Local and South
Solapur		-	Local and South
Dharwar	9000-9200	-	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	06.01.07	05.01.07
Kandla	9700-9750	9650-9750
Jamnagar	9600-9650	9550-9650
Mumbai	9700-9750	9650-9750

Current vessel positions in different ports: -

Mumbai port: -

Vessel AI -diyar- VI would load 2200 MT of SBM. It was expected on 03.01.07. Preetika Shipping agent is handling the vessel. Current update not available.

Vessel Zaid has arrived and would be ready by 06.01.07, it would load 8000 MT of SBM. Shaan Marine Services would be handling the vessel.

Badulu Valley was expected to arrive on 27.12.06 to load 3500 MT of SBM. Sai freight agent is handling the vessel.

Vessel Qui Lin Men is berthed at Mumbai port and would sail on 04.01.07. Chowgule brothers would handle the vessel. It would load 6200 MT of SBM.

Vessel Raj Milan would sail off on 04.01.07. It is berthed at Victorias dock. Rizvi Shipping agents is handling the vessel.

Kandla port: -

Vessel M.V. **El Tango** was expected to arrive on 04.01.07. It would load 28,000 MT of SBM. TSAS is the agent that would handle the vessel.

Vessel **M.V.Anyuan** is working at port to load 24,500 MT of SBM. Pearl SHG is handling the vessel. Expected time for sail is 30.12.06. Current status not reported.

Vessel **M.V.Notto III** is waiting for berth and is handled by Taurus agents. It would load 10,000 MT of SBM. Current status not reported.

M.V.Leonis was expected to arrive on 23.12.06. It would load 9000 MT of SBM from Kandla port. Taurus agent is handling the vessel. Current status not reported.

Vessel **AN Yue Jlang** is waiting for berth to load 12,600 MT of SBM. Interocean agent is handling the vessel.

Vizag port: -

Vessel Ambassador would load 4900 MT of SBM from Vizag port. Inter-ocean shipping agent is handling the vessel.

Vessel Vietfracht would load 7000 MT of SBM. Lotus Marine Service is handling the vessel.

Bedi:

Vessel **M.V. Luna Blue** is working at port to load 11,000 MT of SBM.

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

Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Mumbai	Badulu Valley -VI	3500	Expected	-
Mumbai	Al-diyar-VI	2200	Expected	
Mumbai	Zaid	8000	Expected	
Mumbai	Qui Lin Men	6200	Expected	-
Kandla	EL Tango	28,000	Expected	
Kandla	M.V.Anyuan	24,500	Berthed	
Kandla	AN Yue Jiang	12,600	Waiting for berth	
Kandla	M.V.Notto III	10,000	Berthed	
Kandla	M.V.Leonis	9000	Waiting for berth	
Vizag	Ambassador	4900	Berthed	
Vizag	Vietfracht	7000	Berthed	
Bedi	M.V Cresta Blue	11,000	Loading	
Bedi	M.V Luna Blue	11,000	Loading	

Rape/ Mustard Meal

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 4900 - 5000 in [PP bags) and in Mundra it is offered in a range of Rs.4800 - 5000. At Jamnagar it is offered at Rs4800 - 4900. At Jaipur market the rate quoted stood at Rs.4400 per ton. The rates offered at Kota stood at Rs 4200 per ton. As per the Solvent Extractors' Association of India, export of oilmeals for the month of November 2006 was reported at 583,250 tons compared to 321,692 tons in November last year i.e. up by 81%. The total export of oil meals during April to November 2006 is reported at 2,549,350 tons compared to 1,822,425 tons of last year i.e. up by 40%. Rapeseed meal export increased from 394,100 tons to 593,325 tons. China mainly imported Rapeseed meal to a tune of 210,475 tons. South Korea a traditional importer of rapeseed meal bought nearly 236,000 tons.

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

Places	Ex-factory rates (Rs/ton)	
	06.01.07	05.01.07
Parli -Latur	5650-5700	5700-5750
Dharwar	-	-
Jalna	5500-5600	5500-5550
khamgaon	5300-5400	5300-5400

[Note: - Data not available for sunflower meal]

Groundnut DOC

Despite firm prices for groundnut and groundnut oil, rates for DOC remained range bound amidst lack of fresh demand for the very meal. Groundnut meal at 40% and 45% were quoted at Rs 7300 and Rs 7800 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.

CBOT Soy Meal Futures as on January 05.

Month	Open	High	Low	Close	Chg
Jan 07	188.5	191.0	187.0	191.0	+2.4
Mar 07	193.8	196.2	191.8	195.9	+2.6

Monsoon Outlook (06.01.07)

Chief Features:

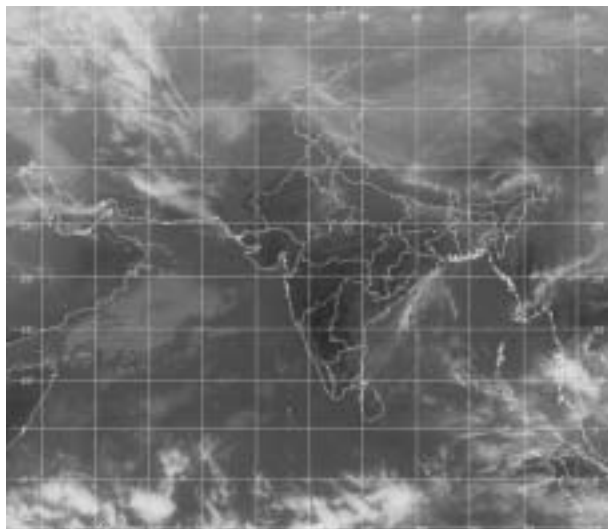
- Cold wave conditions prevailed at some places over Punjab and isolated pockets of Jammu division of Jammu & Kashmir, north Haryana, East Uttar Pradesh, Bihar, Orissa and Jharkhand. Night temperatures were 2-3 °C below normal over remaining parts of northwest India. Ground frost was also experienced at some places over Punjab and north Haryana. No significant change is likely to occur in night temperature over plains of northwest India during next 24 hours and fall on 8th.
- Under the influence of western disturbance located over Jammu & Kashmir and neighborhood, isolated snowfall activity is likely over western Himalayan region during next 24 hours. Isolated rain/thundershower is also likely over Punjab, north Haryana during same period.
- Lowest night temperature in the plains of the country was -3.8°C recorded at Adampur in Punjab.

Outlook for subsequent two days from 0930 hours IST of 9th January 2007 (Based on numerical weather products):

- A fresh western disturbance likely to affect western Himalayan region on 9th.

Source: GOI (IMD)

Weather Map [As on 06.01.07]



Source-IMD

FOREX RATE AS ON 06.01.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.29
European Union	Euro	57.59
Japan	100 Yen	37.34
United Kingdom	GBP	85.51

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