

## OILMEAL

9<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. 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. Rates for soymeal showed slight improvement at ports, whereas in domestic markets, demand for meal was said to have firmed up at few regions in MP amidst eased down rates for soybean at spot markets. New vessels are waiting for vacant berths in order to load consignments for exports. Congestion at ports is easing down and would normalize soon.

#### DOC of Soybean rates at different centers

Places	Ex-factory rates (Rs/ton)		
	08.01.07	06.01.07	Parity To
Indore (MP)	9000-9100	9000	Guj, MP
Datia (MP)	8900-8950	8800-8900	UP, Bihar, WB, Nepal
Shivpuri (MP)	8600	8600	UP, Bihar, WB, Nepal
Kota	8800-8850	8850-9000	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	8700-8900	8800	Andhra, AP, Kar, TN
Dhulia/Jalna	-	9100-9200	Mumbai Maharashtra
Nagpur (41/45)	8600-8700	8700	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	9400-9500	9500	Local and South
Solapur	-		Local and South
Dharwar	9000	9000-9200	Karnataka, Tamil Nadu

#### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	08.01.07	06.01.07
Kandla	9750-9800	9700-9750

Jamnagar	9650-9700	9600-9650
Mumbai	9750-9800	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 6000 MT of SBM from Vizag port.

**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	6000	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 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.

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

Places	Ex-factory rates (Rs/ton)	
	07.01.07	06.01.07
Parli -Latur	5600-5700	5650-5700
Dharwar		-

Jalna	5600	5500-5600
khamgaon	5200-5350	5300-5400

[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. 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
Jan07	188.5	191.0	187.0	191.0	+2.4
Mar07	193.8	196.2	191.8	195.9	+2.6

#### Monsoon Outlook (08.01.07)

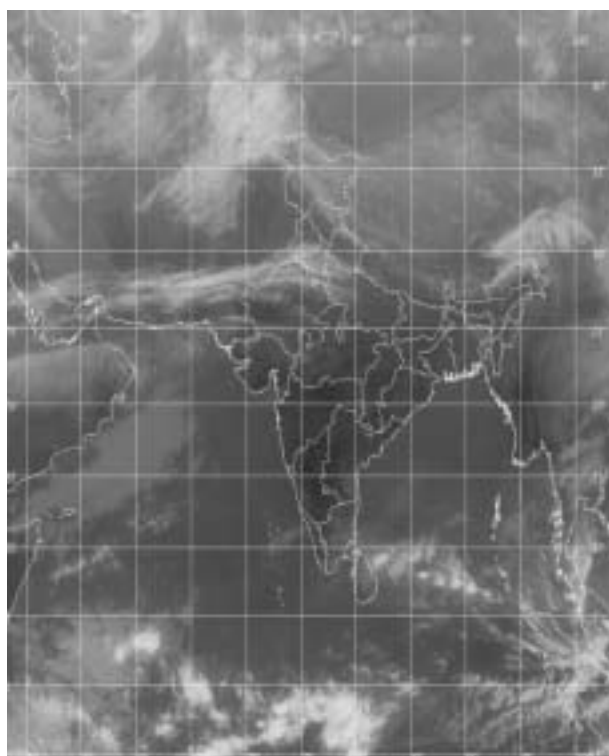
##### Chief Features:

- Cold wave conditions continue to prevail at most parts of Punjab and some parts of Jammu division of Jammu & Kashmir, Haryana, Rajasthan and Uttar Pradesh. Night temperatures were 2-3 °C below normal over remaining parts of Indo - Gangetic
- Ground frost was experienced at some places over Punjab, north Rajasthan, Haryana and adjoining West Uttar Pradesh during past 24 hours.
- Numerical model prediction suggests reversal of wind pattern from northwesterly to southwesterly leading to rise in night temperatures by 2-4 °C over plains of northwest India during next 2-3 days. Consequently prevailing cold wave and ground frost conditions are likely to continue for another 24 hours and abate thereafter from above mentioned regions.
- A fresh western disturbance likely to affect western Himalayan region from tomorrow.
- Lowest night temperature in the plains of the country was -2.2°C recorded at Adampur in Punjab.

##### Temperature Warning (for next 24 hours):

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

#### Weather Map [As on 08.01.07]



**Outlook for subsequent two days from 0930 hours IST of 11th January 2007 (Based on numerical weather products):**

- No significant change in temperature scenario over northwest India.

**Source:** GOI (IMD)

**Source-IMD**

**FOREX RATE AS ON 08.01.07**

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

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