

OILMEAL

08th March, 2006

MAJOR ACTIVITY HIGHLIGHTS

- Steady sentiments for soymeal at ports.
- Rapeseed meal reflects marginal improvement in rates.

DOMESTIC MARKET

Soy meal

Soymeal sentiments ruled steady, amidst little buying support. Good crop of soybean in South America is casting off bearishness on soymeal futures at CBOT the spill over affect was evident on domestic market too. Rates for soymeal in domestic market remained steady as no significant change was observed on Wednesday. As per official release from Solvent Extractors Association of India, exports of soybean extract for month of January registered at 5.05 lakh tonnes was almost steady against the sales of 5.06 lakh tonnes for Dec 2006. Maximum export for the meal was reported from Kandla, which handled around 1.24 million tones of soybean extract for the month of January 2007. Together Vietnam and South Korea imported a maximum of 2.73 lakh tonnes. Other importing countries were namely China, Thailand, Philippines, Malaysia, Sri Lanka, Japan, Indonesia, Mauritius and Middle East Countries.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	07.03.07	06.03.07	Parity To
Indore (MP)	10,200	10,250	Guj, MP
Shivpuri (MP)	10,000	10,000	UP, Bihar, WB, Nepal
Kota	9600	9600-9700	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,300	10,200	Andhra, AP, Kar, TN
Dhulia/Jalna	10,300	10,300	Mumbai Maharashtra
Nagpur (41/45)	9600-800	9700-9800	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,600-10,700	10,700	Local and South
Solapur	-		Local and South
Dharwar	10,900	10,900	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	07.03. 07	06.03. 07

Kandla	10,800-10,850	10,800-10,900
Jamnagar	-	10,500-10,600
Mumbai	10600-10,650	10,600

Current vessel positions in different ports: -

Kandla port: -

M.V IGWT is waiting for berth to load 19,000 MT of SBM. Shantilal agent would handle the vessel. The ship was expected to be ready by 23.02.07.

Taurus agent is handling the vessel; to load 16,000 MT of SBM from unnamed vessel expected to berth on 26.02.07.

Vessel M.V.Dauntless is expected to arrive on .01.03.2007. It would load 15,000 MT of SBM. Pearl SHG would handle the vessel.

Bedi port: -

M.V.Golden Win is loading 17,200 of SBM.

M.V. Royal Success is loading 2,40,000 MT of SBM.

M.V.Musashi is expected to load 10,500 MT of SBM. It is expected to arrive on 01.03.07.

M.V.Asian Rosalie is expected to load 7,700 MT of SBM. It was expected to arrive on 28.02.07.

Mumbai port: -

Badulu Valley VI is expected to arrive on 05.03.07. It would load 3,500 MT of SBM. Sai Freight Services is handling the vessel.

Al Mansoor-1-VI was expected to arrive on 16.02.07. It would load 6000 MT of bagged SBM. Aditya Marine Ltd would handle the vessel. Current status unavailable.

Afamia-VI had arrived on 27.01.07. It would load 8000 MT SBM. Shaan Marine Services is supposed to handle this vessel. Current status unavailable.

Vizag port: -

Areilla is expected to arrive on 27.02.07 to load 21,500 MT SBM. Duraflex services are handling the vessel.

Current Vessel Position

Ports	Vessels	Vol. (MT)	Status	Destination
Kandla	M.V.IGWT	19,000	Waiting	
Kandla	M.V. Dauntless	15,000	Expected	
Bedi	Royal Success	2,40,000	Working	
Bedi	M.V.Asian	7.700	Working	

	Rosalie			
Bedi	M.V.Musashi	10,500	Expected	
Bedi	M.V.Golden Win	17,200	Loading	
Mumbai	M.V. Afamia	8,000	Berthed	
Mumbai	Al Mansoor-1-VI	6,000	Expected	
Mumbai	Badulu Valley-VI	3,500	Expected	
Vizag	Areilla	21,500	Expected	

Amidst good availability of rapeseed meal, rates for meal firmed up marginally at few places on account of good demand from livestock and poultry feed industry. **The DOC prices at Kandla were quoted at Rs 5400 in [Jute bags] Rs 5550 -5600 [PP Bags] and in Mundra it is offered in a range of Rs.5650.** At Jaipur market the rate quoted stood at Rs.4600 per ton. The rates offered at Kota stood at Rs 4200 4300per ton. As per official release from Solvent Extractors

Groundnut DOC: -

No significant change was observed on Monday and rates for DOC stood at previous week's level. Amidst scarcity of ready availability of groundnuts and decline in crushing of nuts rates for DOC has firmed up. **Groundnut meal at 40% and 45% [Excluding VAT] were quoted at Rs 7700-7800 and Rs 8400-8500 per MT respectively in Rajkot.** As per advance estimate released by COOIT, acreage and production of groundnut for 2006-07 would decline marginally. It further states that acreage for nuts would register an increase in Tamil Nadu and Orissa whereas

Rape/ Mustard Meal: -

Association of India, exports of rapeseed extract for month of January registered at 7.48 lakh tonnes was over and above the sales for Dec 2006 by 44.33%. Maximum export for the meal was reported from Kandla, which handled around 6.25 lakh tonnes of rapeseed extract for the month of January 2007. China imported a maximum of 47,400 MT; other importing countries were Malaysia, Thailand, South Korea, Indonesia and Italy.

production of nuts is estimated to hike in Tamil Nadu and Gujarat. As per traders, the very observation is unlikely to affect routine trading for groundnut DOC in near term. As per official release from Solvent Extractors Association of India, exports of groundnut extract for month of January registered at 5000 MT declined sharply against the sales of 14, 250 MT during Dec 2006. Maximum export for the meal was reported from Bedi port, which handled around 65,650 MT of groundnut extract for the month of January 2007. Thailand stood as a sole importer for the very extract.

CBOT Soy Meal Futures as on March 05

Month	Open	High	Low	Close	Chg
Mar 07	212.5	215.4	210.5	215.4	-0.2
May 07	217.0	220.8	216.2	220.5	-0.4

Monsoon Outlook (07.03.07)

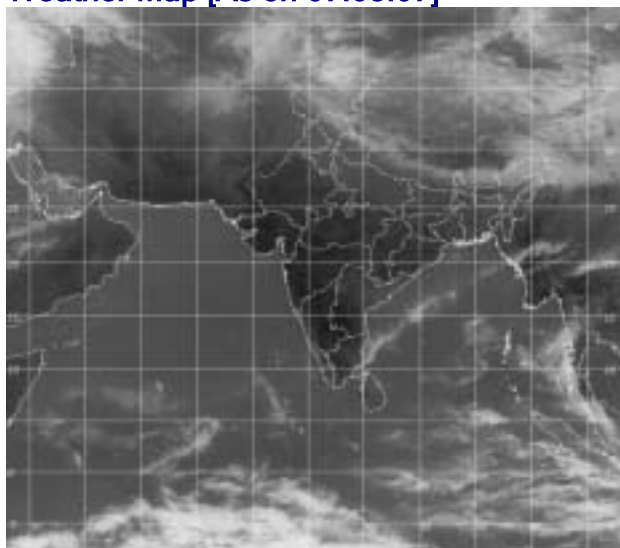
Chief Features:

- Two western disturbances in quick succession one from 8th night to 10th and another from 11th to 13th are likely to affect western Himalayan region and adjoining plains of northwest India. As per numerical weather prediction models, the second western disturbance is likely to be more active.
- Night temperatures are below normal by 2-4o C over northwest and central India and 3-5o C over east India. However, current Meteorological Analysis suggests rise in night temperatures over these regions during next 2-3 days.

Outlook for subsequent two days from 0830 hours IST of 10th March, 2007 (Based on numerical weather products):

- Scattered to fairly widespread precipitation activity is likely over Western Himalayan region and adjoining plains of northwest India.

Weather Map [As on 07.03.07]



Source-IMD

Source: GOI (IMD)

FOREX RATE AS ON 07.03.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.50
European Union	Euro	58.39
Japan	100 Yen	38.23
United Kingdom	GBP	85.86

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.