

OILMEAL

05<sup>th</sup> March, 2006

## MAJOR ACTIVITY HIGHLIGHTS

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

## DOMESTIC MARKET

### Soy meal

Soymeal futures at CBOT were bearish on account of long liquidation, selling pressure and good soybean crop estimates from South America. Domestic soymeal at ports followed the suit and trader with bearish undertone. The FAS rates for soymeal DOC at port stood between 246 to 250 USD. 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)		
	03.03.07	02.03.07	Parity To
Indore (MP)	10,100-10,200	10,300	Guj, MP
Shivpuri (MP)	9900	9900-10,000	UP, Bihar, WB, Nepal
Kota	9700-9750	9600-9700	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	9900-10,000	10,000	Andhra, AP, Kar, TN
Dhulia/Jalna	10,200	10,200-10,300	Mumbai Maharashtra
Nagpur (41/45)	9650-9700	9800	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli		-	Local and South
Solapur		-	Local and South
Dharwar		-	Karnataka, Tamil Nadu

### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	03.03.07	02.03.07
Kandla	10,700-10,800	10,800-10,900

Jamnagar		-
Mumbai	10,700	10,800-10,900

### 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. 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: -

Arella 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	Desti- Nation
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 Rosalie	7.700	Expected	
Bedi	M.V.Musashi	10,500	Expected	
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	

#### Rape/ Mustard Meal: -

Rates for RAP DOC firmed up marginally without registering any significant change. 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 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.

#### Groundnut DOC: -

No significant change was observed today 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 and Rs 8400 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 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 02

Month	Open	High	Low	Close	Chg
Mar 07	217.5	218.0	215.0	215.6	-4.2
May 07	224.0	224.4	220.5	220.9	-4.7

#### Monsoon Outlook (03.03.07)

##### Chief Features:

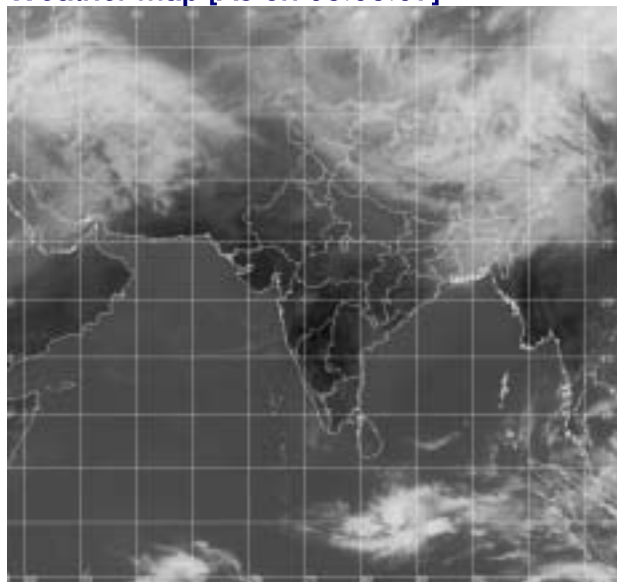
- The western disturbance has moved away eastwards. Consequently mainly dry weather will prevail over plains of northwest India, central India and most parts of east India during next 4-5 days.
- Jammu & Kashmir and Himachal Pradesh will experience isolated to scattered rain/snow on 3rd & 4th.
- Night temperatures are likely to fall further by 2-3 °C over Indo-Gangetic plains and adjoining central India during next 48 hours. Contrarily day temperatures will rise by 3-4 °C during the same period.

#### Outlook for subsequent two days from 0830 hours IST of 4<sup>th</sup> March, 2007 (Based on numerical weather products):

- Mainly dry weather over most parts of the country.

Source: GOI (IMD)

#### Weather Map [As on 03.03.07]



Source-IMD

## FOREX RATE AS ON 03.03.07

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

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