

### OILMEAL

8<sup>th</sup> January 2010

- Soy meal prices were weak. FAS decreased.
- Strong demand of soymeal from export houses influencing the Prices.
- With the likely crop loss in Argentina due to hot and dry weather condition, India is likely to get an advantage of exporting more soymeal.

#### DOMESTIC SOYMEAL MARKET:

Weak sentiment witnessed at key Soy meal cash markets as a result of tailing weak world soy complex market. Soymeal prices at domestic spot markets were down by Rs. 100-200/ton except Indore, where in soymeal price is up by Rs.100/ton.

CBOT soymeal prices were down on factors of improved Argentina crop weather, slack weekly export sales, and new 3-week lows in crude oil helped to cause soymeal market reversal back down today after yesterday's surge toward recent highs.

- ✓ Traders at domestic market were steady at soy purchases on concern of increasing soybean prices with hopes of increasing export demand from South East Asian countries.
- ✓ Soybean crush margin for processors found Rs. 190/ton soybean crush which is up by Rs. 46/ton soybean crush compared to the previous day crush margin.
- ✓ Initial support in soyoil from strength in world vegoil markets amid fears of shrinking palm oil supplies may influence for more soybean crushing which will increase the supply of soymeal in the market.
- ✓ India's soybean-meal exports surged by 62 percent last month as Southeast Asian buyers substituted imports from South America, where dry weather threatens planting- Soybean Processors Association of India.
- ✓ India's oilmeal exports rose 94 percent to 765,954 tonnes in December from 395,663 tonnes a year earlier. Oilmeal exports in the first nine months of the current financial year from April 2010 rose to 3.2 million tonnes compared with 2.3 million tonnes a year ago- Solvent Extractors' Association of India.
- ✓ COOIT has projected that India is likely to export 3.4 million tons of soy meal for FY11 against 2.1 million tons shipped in FY10.
- ✓ The U.S. Census crush report was in line with expectation, and showed crushing of soybeans into soymeal and oil was down from the prior month, due to weaker processing margins.
- ✓ With demand from the importing nations like China continues to give support to the international prices.
- ✓ As per US Weekly export sales data, meal sales came in at 171,800 tonnes which pushed cumulative sales to 53.0% of the USDA forecast for 2010/2011 versus a 5-year average of 40.6%.
- ✓ Global Oct/Dec. 2010 soy meal exports are likely to reach a record for the time of year due to booming demand, as forecast by Oil World. Global exports of soy meal for the period will reach 15.5 million tonnes, up by 3.1 million tonnes on the same time in 2009.

#### SOYBEAN DOC PORT RATE:

Centers	FOR Kandla Rs/MT		FAS Kandla US \$/MT	
	07.01.11	06.01.11	07.01.11	06.01.11
Low	18000	18300	391	400
High	18100	18300	403	405

#### CBOT SOY MEAL FUTURES MARKET:

CBOT March soymeal down by 3.90 points at \$369.10 per short ton on Thursday on news of improved Argentina crop weather.

#### CBOT Soy meal Futures Prices as on 06 January 2011

Month	Open	High	Low	Close	Chg
Jan 11	369.10	369.10	363.90	365.20	-4.10
Mar 11	373.00	373.00	367.60	369.10	-3.90
May 11	374.10	374.10	369.40	370.90	-3.20

#### FOREX RATES as on 06 Jan 2011

Country/ Continent	Currency	Value in Rupees		
		07.01.11	06.01.11	Chg.
USA	Dollar	45.37	45.31	+0.06

#### RAPE/ MUSTARD MEAL & GROUNDNUT DOC:

- Rapeseed meal price in Sri Ganganagar was unchanged and quoted at Rs.1070.00/ qtl compared to the previous day's level of Rs.1072.50/qtl and expected rise in rapeseed production weighing on the market.
- India's rapeseed meal exports in the month of November 2010 stood at 41604 MT higher as compared to 20326 MT in the corresponding month 2009.
- Groundnut meal Ex-stock Saurashtra, Gujarat, guaranteed (Basis 45% O&A) was quoted at Rs.14500/MT and GN meal Ex-stock Saurashtra, Gujarat non-guaranteed (Basis 40% O&A) was quoted at Rs.13000/MT.

### SOYBEAN - DOC PRICES

Key Centres	Ex-factory rates (Rs/tonne)	
	07.01.2011	06.01.2011
Indore (MP)	16700-17000	16900-17000
Kota	16500	16900
Dhulia	17800	17900-18000
Nanded/ Latur/ Parbani/ Hingoli	17300-17400	17300-17400
Nagpur (42/45)	16800	17000-17100
Sangli	17700	18100-18200
Solapur	17600	17700

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