

- Soy meal prices and FAS were sturdily up.
- Strong demand of Soy meal from export houses influencing the Prices.

DOMESTIC SOYMEAL MARKET:

Soy meal traded with firm bias on better buying inquiries from south based traders. Soy meal prices at domestic markets were sturdily up by Rs.400-500/ton compared to the previous day prices on increased demand during weak supply levels from crushing plants.

- ✓ Soybean prices continued to improve for on strong buying support from the crushing plants at lower prices amid weak supply from producing regions. Continuous rise in soybean oil and reported demand from South-based crushing plants also boosted prices of soybean.
- ✓ American soymeal prices recovered by about nine dollar per tonne on sentiment that Argentina's port strike helped to push up India's soymeal prices.
- ✓ Soybean crush margins for processors were fall further in negative i.e. Rs. -348/ton soybean crush, which is down by Rs. 32/ton soybean crush as a result of prevailing higher prices for soybean.
- ✓ Indian export sales of soya meal continued at a brisk pace and as per the oil world estimation, shipments may reach 4.4 Million Tons in the full season Oct/Sept 2010/11, up from last season's low of only 2.7 Million Tons.
- ✓ In Argentina, a pay strike has stopped 20 ships from loading, threatening exports from one of the world's biggest soymeal suppliers and the strike has paralyzed soy-crushing plants and port terminals in the northern Rosario area.
- ✓ Firm trend in overseas market for soymeal is likely to render support to the Indian market.
- ✓ The USDA's weekly export sales for soybeans were higher than traded estimates this week and soybean meal sales came in at 46,400 tonnes with expectations between 125,000 to 175,000 tonnes.
- ✓ Indian traders have signed contracts to export up to 600,000 metric tons of soymeal from the new season's crop for shipment in January.
- ✓ Total soymeal exports from India by the end of January are likely to touch 2 million tons.
- ✓ 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.

SOYBEAN DOC PORT RATE:

Centers	FOR Kandla Rs/MT		FAS Kandla US \$/MT	
	02.02.11	01.02.11	02.02.11	01.02.11
Low	19100	18500	420	409
High	19400	18800	425	412

CBOT SOY MEAL FUTURES MARKET:

CBOT March soy meal prices closed up by 9.70 points at \$390.00 per short ton on Tuesday and supported by outlooks of increased livestock feed demand as frigid weather is expected to follow a heavy snowstorm in the central US along with reports that soymeal shipments from Argentina ports are delayed due to a strike was also seen providing some underlying strength.

CBOT Soy meal Futures Prices as on 01 February 2011

Month	Open	High	Low	Close	Chg
Mar 11	380.50	391.00	378.30	390.00	+9.70
May 11	383.50	392.40	380.90	392.40	+9.50
Jul 11	383.90	392.60	381.50	392.60	+9.10

FOREX RATES

Country/ Continent	Currency	Value in Rupees		
		02.02.11	01.02.11	Chg.
USA	Dollar	45.60	45.80	-0.20

RAPE/ MUSTARD MEAL & GROUNDNUT DOC:

- Rapeseed meal price in Sri Ganganagar was weak and quoted at **Rs.1055.00/qtl** compared to the previous day's level of **Rs.1062.50/qtl**. Higher production estimates of RM Seeds will be bearish market sentiment for the medium term.
- India's rapeseed meal exports in the month of December 2010 stood at 110,237 MT higher as compared to 51,402 MT in the corresponding month 2009.
- Groundnut meal Ex-stock Saurashtra, Gujarat, guaranteed (Basis 45% O&A) was quoted at Rs.14400/MT and GN meal Ex-stock Saurashtra, Gujarat non-guaranteed (Basis 40% O&A) was quoted at Rs.13300/MT.

We expect that, Soy meal will trade with steady to firm bias and India might get an advantage of exporting more soy meal to South East Asian countries on lowering of production forecast for Argentina.

SOYBEAN - DOC PRICES

Key Centres	Ex-factory rates (Rs/tonne)	
	02.02.2011	01.02.2011
Indore (MP)	18000-18200	17600-17700
Kota	17900-18000	17500-17600
Dhule	18700-18800	18600
Nagpur (42/45)	18200	17700-17900
Nanded/ Latur/ Parbani/ Hingoli	18200-18400	18000-18200
Sangli	19200	18600-18800
Solahpur	18800	18400

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