

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

DOMESTIC SOYMEAL MARKET:

Soy meal traded with steady to firm bias on increased buying support from the south-based traders. Soy meal prices at domestic markets were up by Rs.100-200/ton compared to the previous day prices on increased demand during weak supply levels from crushing plants.

- ✓ Domestic traders are likely to advance their buying on expectation of rise in soy meal export demand in the near futures.
- ✓ Soybean prices continued to improve on increased demand from local crushing plants amid weak supply from producing regions. Continuous rise in soybean oil and reported demand from South-based crushing plants also further boosted prices of soybean.
- ✓ Soybean crush margins for processors were improved slightly but still in negative side i.e. Rs. -302/ton soybean crush, which is up by Rs.46/ton soybean crush as a result of prevailing higher prices for soybean.
- ✓ Firm trend in overseas market for soymeal is likely to render supporting to the Indian market.
- ✓ 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.
- ✓ As per the market sources, soymeal on the European meals and feeds markets jumped on Wednesday following CBOT soymeal up on fears for a supply squeeze due to a port strike in Argentina and a weak dollar.
- ✓ CBOT soymeal futures stumbled, as traders reduced risk exposure in the market. Reports that soymeal shipments from Argentina ports had been delayed due to a strike had previously provided underlying strength and resume of soy product shipments from ports offered pressure.
- ✓ 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	
	03.02.11	02.02.11	03.02.11	02.02.11
Low	19200	19100	420	420
High	19400	19400	425	425

CBOT SOY MEAL FUTURES MARKET:

CBOT March soy meal prices closed down by 3.10 points at \$386.90 per short ton on Wednesday on news that shipments of soy products may resume from Argentina port offered pressure.

CBOT Soy meal Futures Prices as on 02 February 2011

Month	Open	High	Low	Close	Chg
Mar 11	388.40	390.70	384.10	386.90	-3.10
May 11	391.00	392.70	386.90	389.50	-2.90
Jul 11	391.10	393.30	387.30	389.90	-2.70

FOREX RATES

Country/ Continent	Currency	Value in Rupees		
		03.02.11	02.02.11	Chg.
USA	Dollar	45.61	45.60	+0.01

RAPE/ MUSTARD MEAL & GROUNDNUT DOC:

- Rapeseed meal price in Sri Ganganagar was firm and quoted at **Rs.1065.00/qtl** compared to the previous day's level of **Rs.1055.00/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)	
	03.02.2011	02.02.2011
Indore (MP)	18200-18300	18000-18200
Kota	18000-18100	17900-18000
Dhule	18800	18700-18800
Nagpur (42/45)	18400-18500	18200
Nanded/ Latur/ Parbani/ Hingoli	18400-18600	18200-18400
Sangli	19100-19200	19200
Solahpur	18800	18800

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