

- Soy meal prices up. FAS up.
- Strong demand of Soy meal from export houses influencing the Prices.
- Firm trend in overseas market for soymeal is likely to render support to the Indian market.

DOMESTIC SOYMEAL MARKET:

Soy meal traded with steady to firm bias on better buying inquiries at Indore mandi But thin trading activities noticed in Maharashtra region mandi as a result of poor demand condition. Soy meal prices at domestic markets were up by Rs. 100/tonne and strong export demand for the soya meal is likely to support the prices at lower levels in short term.

- ✓ Soybean prices improved further by Rs. 40/qrtl at Indore market on better buying support from the crushing plants amid weak supply from producing regions.
- ✓ Soybean crush margins for processors again moved in negative side i.e., Rs. -592/ ton soybean crush which is down by Rs. 472 soybean crush as a result of a rise in soybean prices.
- ✓ US Spot basis offers for soymeal were mostly steady at rail and truck markets on Tuesday as high cash prices kept most buyers sidelined and end users do not want to order additional soymeal, and some wished they had booked more when prices were lower.
- ✓ Soymeal on the European meals and feeds markets eased slightly on Tuesday following the trend in Chicago and continued pressure from the resumption of shipments from Argentina after a port strike.
- ✓ EU rapemeal changed hands at 185 euros per tonne fob lower Rhine, Nov/Jan traded at 188 and 189 euros and Nov/April fetched 190 euros fob.
- ✓ Vietnam has rejected three small cargoes of corn and soymeal (8,000 tonnes) from India over fumigation issues and as per traders; it is expected to turn to more expensive South American supplies. Indian soymeal was currently available at about \$480 per tonne and Vietnam will have to pay over \$40 per tonne extra for the South American meal.
- ✓ Vietnam was the highest importer of Indian soymeal during Jan. 2011 and imported 1, 11,219 MT.
- ✓ As per the sources, Vietnam's feed demand this year could reach 20.6 million tonnes, of which 7.7 million tonnes would be imported.
- ✓ As per latest data release from Solvent Extractor's Association (SEA) of India, the export of oil meals during January 2011 is reported at 6.40 lakh tonnes compared to 7.56 lakh tonnes in previous month (Dec., 2010), down by 15%.
- ✓ The overall export of oil meals for April 2010 to January 2011 (10 months) is reported at 37.88 lakh tonnes compared to 26.77 lakh tons, up by 42%.

SOYBEAN DOC PORT RATE:

Centers	FOR Kandla Rs/MT		FAS Kandla US \$/MT	
	09.02.11	08.02.11	09.02.11	08.02.11
Low	18900	18800	412	410
High	19000	19000	416	415

CBOT SOY MEAL FUTURES MARKET:

CBOT March soy meal prices up by 3.30 points at \$385.70 per short ton on Tuesday in harmony with soybean declines on supportive supply and demand outlooks. The market was a bit cautious ahead of Wednesday's crop reports, but frigid Midwest temperatures spur talk of increased soymeal feed usage.

CBOT Soy meal Futures Prices as on 08 February 2011

Month	Open	High	Low	Close	Chg.
Mar 11	382.40	386.00	378.30	385.70	+3.30
May 11	385.40	388.70	381.20	388.70	+3.30
Jul 11	385.80	389.60	382.20	389.60	+3.40

FOREX RATES

Country/ Continent	Currency	Value in Rupees		
		09.02.11	08.02.11	Chg.
USA	Dollar	45.33	45.39	-0.06

RAPE/ MUSTARD MEAL & GROUNDNUT DOC:

- Rapeseed meal price in Sri Ganganagar was weak and quoted at **Rs.1072.00/qrtl** compared to the previous day's level of **Rs.1077.00/qrtl**.
- India's rapeseed meal exports in the month of January 2011 stood at 42,409 MT which is lower by 46.96 as compared to 79,961 MT in the corresponding month last year.
- Groundnut meal Ex-stock Saurashtra, Gujarat, guaranteed (Basis 45% O&A) was quoted at Rs.15000/MT and GN meal Ex-stock Saurashtra, Gujarat non-guaranteed (Basis 40% O&A) was quoted at Rs.13500/MT.

We expect that, Soy meal will trade with steady to firm bias and India might export more soy meal to South East Asian countries on higher demand amid tight supply concern at international market. But Vietnam's rejection of cargo carrying soymeal may pressure the prices of soymeal in short term.

SOYBEAN - DOC PRICES

Key Centres	Ex-factory rates (Rs/tonne)	
	09.02.2011	08.02.2011
Indore (MP)	17800	17800
Kota	17700	17600
Dhule	18700	18600
Nagpur (42/45)	18000-18200	18000
Nanded/ Latur/ Parbani/ Hingoli	18200	18000-18300
Sangli	18800	18300-18800
Solahpur	18500-18600	18500-18600

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