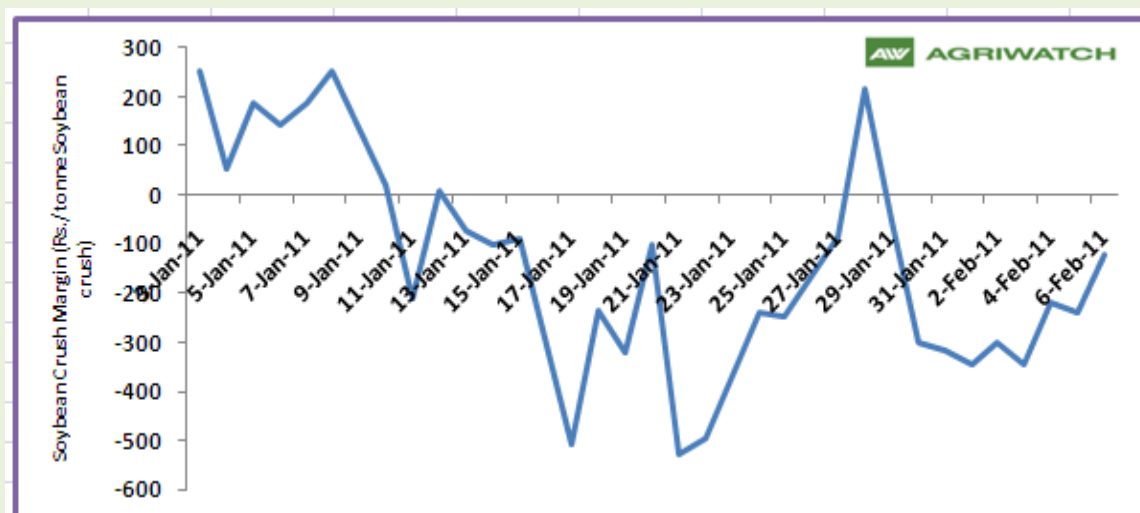


Oil meals:

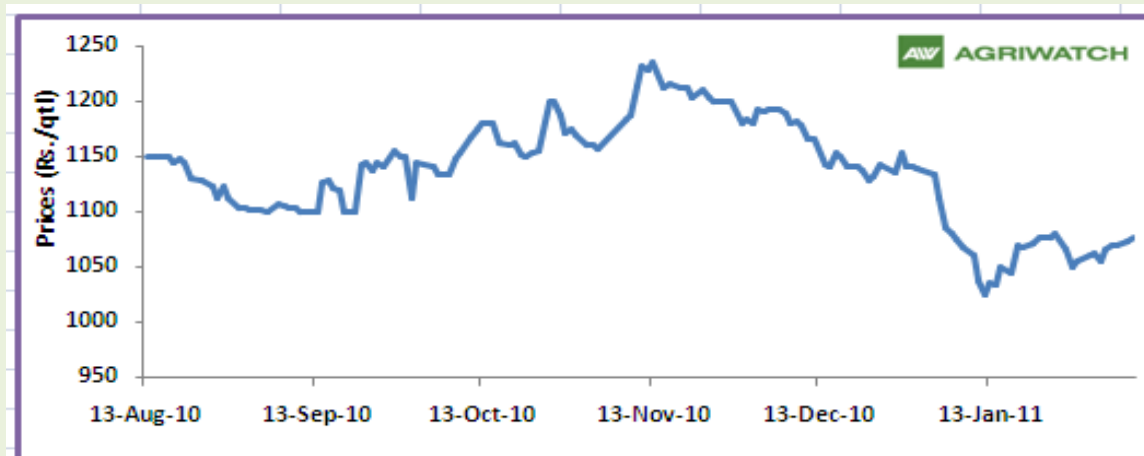
Domestic soymeal prices traded with mix sentiment and prices fluctuated in accordance with overseas demand for meal and domestic demand for soy oil as well as good crush margin for processors. Soymeal at domestic market traded with a higher price range of Rs. 17800-18200/tonne during the last fortnight period on better crush margin for processors as well as better buying inquiries. But at end period of fortnight, prices were moved to their earlier levels on poor buying inquiries from the south based traders as well as rise in soybean prices.

- ✓ Most of the crushers were actively purchased beans from the spot market to meet their short-to-medium term crushing requirement at thin arrivals of soybean from spot market lead to rise in soybean prices and release of higher stock of soymeal in the market lead to pressure the prices of meal to trade at lower levels from their earlier highs.
- ✓ Soybean crushing margins were fairly good initial days of last fortnight period and increased demand for soymeal made increased purchase by crushers lead to rise in soybean prices and as a result crush margins suffered losses.
- ✓ Indian traders are taking advantage of lower crop size of Argentina and attracting global importers by offering soy meal at lower price compared to Brazil and Argentina.
- ✓ Rapeseed meal prices at Sri Ganga Nagar (Rajasthan) fell by Rs. 65/qtl on higher production estimates of RM Seed compared to last year weighed on the market
- ✓ As per latest release from Solvent Extractors' Association (SEA) of India, the export of oilmeals during January 2011 is reported at 6.40 lakh tonnes compared to 7.65 lakh tonnes in previous month (Dec., 2010), down by 15%.
- ✓ The overall export of oilmeals for April 2010 to January 2011 (10 months) is reported at 37.88 lakh tonnes compared to 26.77 lakh tons, up by 42% and is backed by higher imports from Japan and the European Union. However, Europe has once again started buying soybean meal from India and about 163,976 tonnes were shipped during the last three months (November, 2010 to January, 2011).
- ✓ The total exports of soya meal were reported at 2.88 lakh tonnes during the April - January 2010-11, up 66.7% compared to the last year.
- ✓ Soymeal futures prices at CBOT took a rally to its higher levels on concerns that a poor Argentine crop and port strike at Argentina which halted shipments would shift demand to the U.S., the world's top soybean exporter.
- ✓ CBOT Soymeal futures prices drifting lower on reason of improved crop prospects at Argentina, resume of soymeal shipments from Argentina ports and profit booking by traders. Absence of fresh supportive news made prices to fall significantly in last few trading sessions.
- ✓ Weakened US demand for soybeans after the Dec NOPA soybean crush fell by -2.2% m/m to 145.54 million bushels on reduced demand for cooking oil and animal feed was bullish factor in the last fortnight period.
- ✓ Vietnam has rejected cargoes carrying soymeal (8,000 tonnes) from India over fumigation issues on date 8 Feb. of this month. The soymeal fumigation process created an issue because it differs from India's process to with Vietnam. 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.
- ✓ World oilseeds traders are buying futures on speculation that USDA will further lower the world soybean production estimates in its February month crop report, scheduled for release on 9th February.

Due to recovery in soybean meal export coupled with good crush margin and better oil prices may further boost the export soymeal export amid higher demand from the South-East Asian countries. India is likely to get an advantage of exporting more soymeal as crop loss in Argentina reduced output of soybean. Continuous surge in the export demand suggest that soymeal futures remain higher levels on chilling demand from livestock and poultry producers. Rejection of cargoes carrying soymeal may put some pressure on Indian soymeal prices on quality issue. Prices will be in the current level till the Indian market take cues from firm overseas market.



Rape Seed Meal Price Trend at Ganga Nagar (Rajasthan)



Vessel Line up Status (As on 08-02-2011):

Vessel Line up				
Domestic Ports	Vessel Name	Volume (MT)	Carrying	Status
Kandla	MV SAPPHERE	17000.00	SBM	Vessels Expected To Arrive Port
	MV. CRESTA BLUE	11000.00	SBM	Vessels Expected To Arrive Port
Mundra	MV HONG LINH	10000.00	SBM	Vessels Expected To Arrive Port
BEDI /ROZI	GMB	12000.00	SBM	Vessels At Birth for Loading
Vizag	KIBI	8000.00	SBM	Vessels At Birth for Loading
	ATLANTIC LEADER	18000.00	SBM	Vessels At Birth for Loading

SBM- Soybean Meal

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