

- Soy meal prices were down. FAS remained unchanged.
- 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 weak bias on absence of any worthwhile moving factors. Soy meal prices improved at Indore mandi by Rs. 100/ton and in other major markets, soya meal fall by Rs. 100-300/ton compared to previous day prices as a result of restricted arrival of stock against sporadic demand from the traders. Soymeal prices likely to get support at lower levels in medium term as a result of tight supply situation at international market.

- ✓ Soybean prices moved down by Rs. 30/qlt at Indore market on lack of demand from local crushing plants amid good arrival from producing regions. Soybean prices also pressured by the soymeal trade activities where in no takers were found for soymeal. Crushers may become active in medium term on falling soybean prices amid higher demand for Indian soymeal.
- ✓ India has stopped soymeal exports to Vietnam after Hanoi rejected cargoes over fumigation issues.
- ✓ Soybean crush margins for processors improved but still in negative side i.e., Rs. -264/ ton soybean crush which is up by Rs. 410/ton soybean crush as a result of fall in soybean price.
- ✓ Soymeal spot basis offers at US rail and truck markets stayed flat on Friday as demand remained lackluster even as futures fell more than 1 percent to nearly a two-week low.
- ✓ Outlooks for a big harvest in No. 2 soy producer Brazil pressured CBOT soy complex while US domestic cash soybean basis bids also weakened. However, soymeal buyers stayed on the sidelines waiting for further declines in soy prices.
- ✓ Soymeal demand at US expected to remain hand-to-mouth as livestock and poultry producers buy alternative feeds, such as dried distillers' grains or canola meal.
- ✓ Soymeal on the European meals and feeds markets eased on Friday on the back of a strong dollar and weak CBOT soymeal values because of good crop weather in South America.
- ✓ As per trade source, with CBOT futures price down and the dollar firm, buyers mostly expecting prices to drop in the near future on South American harvest pressure, business was confined to some nearby deals on logistics due to shifts in estimated times of arrival for some vessels.
- ✓ 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%.

We expect that, Soy meal will trade with steady bias and India might export more soy meal to South East Asian countries on higher demand amid tight supply concern at international market. Soymeal prices are likely to rise in Vietnam due to expected shortfall and expensive imports from Brazil and Argentina. Indian prices at international market may not fall as others buyers have not complained about quality.

SOYBEAN DOC PORT RATE:

Centers	FOR Kandla Rs/MT		FAS Kandla US \$/MT	
	12.02.11	11.02.11	12.02.11	11.02.11
Low	18900	18900	412	412
High	19000	18900	416	416

CBOT SOY MEAL FUTURES MARKET:

CBOT March soy meal prices down by 4.40 points to settle at \$378.10 per short ton on Friday. Soymeal declined in step with soybeans, with slowing domestic demand applying modest pressure.

CBOT Soy meal Futures Prices as on 11 February 2011

Month	Open	High	Low	Close	Chg.
Mar 11	383.00	385.50	376.10	378.10	-4.40
May 11	387.00	388.50	380.00	382.10	-3.80
Jul 11	387.00	388.80	381.40	383.40	-3.40

FOREX RATES

Country/ Continent	Currency	Value in Rupees		
		12.02.11	11.02.11	Chg.
USA	Dollar	45.57	45.76	-0.19

RAPE/ MUSTARD MEAL & GROUNDNUT DOC:

- Rapeseed meal price in Sri Ganganagar was firm and quoted at **Rs.1083.00/qlt** compared to the previous day's level of **Rs.1076.00/qlt**.
- 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.

SOYBEAN - DOC PRICES

Key Centres	Ex-factory rates (Rs/tonne)	
	12.02.2011	11.02.2011
Indore (MP)	17800-17900	17700
Kota	17600	17600
Dhule	18500-18600	18600
Nagpur (42/45)	17700-18000	18000-18100
Nanded/ Latur/ Parbani/ Hingoli	18000-18100	18100
Sangli	18700	18700
Solahpur	18500	18500

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2005 Indian Agribusiness Systems Pvt Ltd.