

OILMEAL

21st May, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Slightly improved sentiments for soymeal.
- Rapeseed meal reflects steady market sentiments.

DOMESTIC MARKET

Soy meal

Soymeal prices traded steady to weak on Saturday tracking bearish cues from soymeal at CBOT. At CBOT, surge in corn and new contract of soybeans oil helped support the early session but set back in grains markets coupled with better weather conditions in Midwest limited the upside movement and soybeans remains unchanged in early session. India's oilmeal export during April declined to 4.32 lakh MT from previous months exports of 7.55 lakh MT. Soymeal exports during same period dropped to 2.31 lakh MT from previous months exports of 5.46 lakh MT.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	19.05.07	18.05.07	Parity To
Indore (MP)	10,100-10,200	10,200-10,300	Guj, MP
Shivpuri (MP)	10,200	10,200	UP, Bihar, WB, Nepal
Kota	10,100	10,100	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,200	10,200	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	10,200	10,100-10,200	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,300	10,300-10,350	Local and South
Solapur			Local and South
Dharwar		-	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	19.05.07	18.05.07
Kandla	10,200-10,450	10,400-10,600
Jamnagar		

Mumbai	10,200-10,400	10,500
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Current vessel positions in different ports: -

Kandla port: -

Current vessel status unavailable.

Mumbai port: -

Vessel **Badulu Valley** is expected to arrive on 25.05.07. I would load 3400 MT of SBM. Sai Freight is handling the vessel.

Vizag: -

Vessel **Song Shan** is expected to load 6500 MT of SBM. It is expected to arrive on 18.05.07.

Vessel **Tan Binh 20** is loading 8600 MT of SBM. S. Chatterjee is the agent handling the vessel.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Destination
Vizag	Tan Binh	8600	Berthed	
Vizag	Song Shan	6500	Arrived	
Mumbai	Badulu Valley	3400	Expected	

Rape/ Mustard Meal: -

RAP oil cake prices traded range bound at Rs 6600 to 6700 per MT. The FAS rates for rapeseed meal [38%] at Kandla port on Friday firmed up to \$ 138/tonnes from \$135/tonnes as on Monday. Prices of rapeseed DOC holds firm as demand from livestock feed industry in domestic and overseas markets [Vietnam, China, South Korea and Middle East holds good. RAP oil cake traded range bound at Rs 6600 per MT. The DOC prices at Kandla were quoted at Rs 5000 in [Jute bags) Rs5700 [PP Bags] and in Mundra it is offered in a range of Rs.5500. As per official release of oilmeal export data SOPA, India's oilmeal export during April declined to 4.32 lakh MT from previous months exports of 7.55 lakh MT. Rapeseed meal export during April declined to 1.08 lakh MT from previous months exports of 1.24 lakh MT. China bought the maximum of 65,175 MT followed by South Korea 26,825.

Groundnut DOC: -

Rates for groundnut DOC stood range bound at Rs 7600 to 8200 /MT for 40% oil content whereas groundnut extract 45% was being sold at Rs 11,000 per MT. As per official release of oilmeal export data

SOPA; exports of groundnut extract during April 2007 declined to **4500 MT [solely exported to Thailand]** from previous months exports of 13,100 MT.

CBOT Soy Meal Futures as on May 18.

Month	Open	High	Low	Close	Chg
July07	214.0	214.0	211.2	212.0	-0.7
August07	216.5	216.5	213.7	214.8	-0.5

Monsoon Outlook (19.05.07)**Chief Features:**

- A western disturbance as an upper air system lies over north Pakistan and neighbourhood. Under its influence, scattered rain/thundershower activities are likely over Western Himalayan region during next 2-3 days. Isolated to scattered rain/thundershower accompanied with squall is also likely over plains of northwest India during the same period.
- Heat wave conditions continued over some parts of Coastal Andhra Pradesh and coastal Tamil Nadu. Heat wave conditions also developed over some parts of Vidharba and isolated pockets of north Rajasthan. However, they are likely to abate from north Rajasthan and continue over some parts of Coastal Andhra Pradesh, coastal Tamil Nadu and Vidharba during next 2 days.
- Heat wave conditions continued to prevail over Coastal areas of Andhra Pradesh and Tamil Nadu and are likely to continue during next 1-2 days.

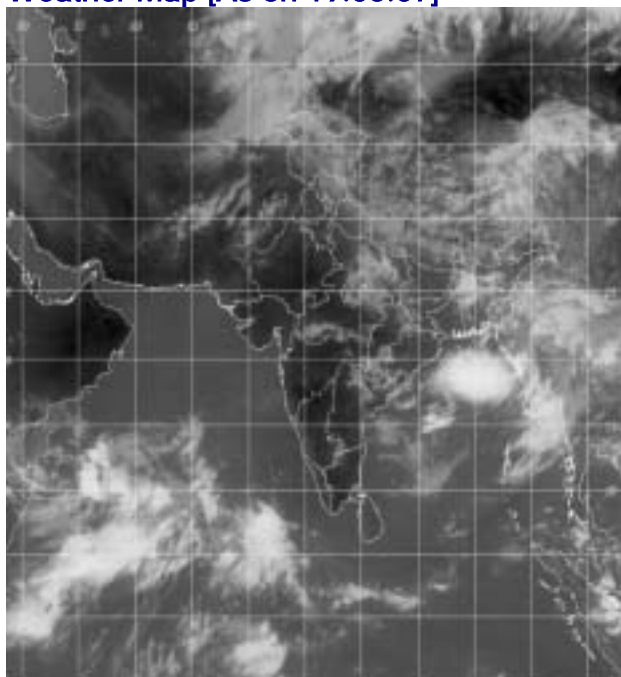
Warning (for next 48 hrs.): -

- Isolated thunder squall is likely over Jammu Division of Jammu & Kashmir, Himachal Pradesh, Uttarakhand, Punjab, Haryana, Delhi, Chandigarh, Uttar Pradesh, Bihar, Jharkhand, Orissa, and West Bengal & Sikkim.

Outlook for subsequent two days from 0830 hours IST of 21st of May, 2007 (Based on numerical weather products):

- Scattered rain/thunderstorm activity is likely over Western Himalayan region and adjoining northern plains.

Source: GOI (IMD)

Weather Map [As on 19.05.07]

Source-IMD

FOREX RATE AS ON 19.05.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.90
European Union	Euro	55.06
Japan	100 Yen	33.76
United Kingdom	GBP	80.79

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