

OILMEAL

28th May, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal sentiments reflect steady sentiments.
- Rapeseed meal reflects steady market sentiments.

DOMESTIC MARKET

Soy meal

The FAS rates for soymeal at Mumbai port stood at \$ 262/MT. Tracking overseas firmness at CBOT, soymeal prices stood firm with slight improvement noticed across domestic markets. At CBOT, overnight 9-year high in palm oil futures with solid gains in soybeans helped support soy futures on Chicago Board of Trades. The US Census Crush for April came in at 144.9 million bushels down from the March crush figure of 155.9 million bushels. The weekly soymeal sales in US were 1.37 lakh MT as compared to trade expectations between 50,000-125,000 MT.. 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)		
	26.05.07	25.05.07	Parity To
Indore (MP)	9,950-10,000	10,000-10,100	Guj, MP
Shivpuri (MP)		-	UP, Bihar, WB, Nepal
Kota	9,900	9800-9900	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,200-10,250	10,100-10,250	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	10,000-10,100	10,000	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,000-10,100	10,000	Local and South
Solapur			Local and South
Dharwar		-	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	26.05.07	25.05.07

Kandla	10,500-10,600	10,450-10,500
Jamnagar		
Mumbai	10,600	10,600

Current vessel positions in different ports: -

Kandla port: -

Current vessel status unavailable.

Mumbai port: -

Vessel **Badulu Valley** is expected to arrive on 28.05.07. I would load 3400 MT of SBM. Sai Freight is handling the vessel.

Vizag: -

Vessel **Song Shan** is loading 6500 MT of SBM.

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	Desti-Nation
Vizag	Tan Binh	8600	Berthed	
Vizag	Song Shan	6500	Arrived	
Mumbai	Badulu Valley	3400	Expected	

Rape/ Mustard Meal: -

NAFED has finally stopped its seed procurement drive across MP, Rajasthan and Haryana. It currently holds around 7 lakh MT of seeds. Lower domestic production of mustard during 2006-07 season, pressure of further increase in arrivals of imported oils, lower than expected carry over seed stocks with NAFED coupled with restricted selling by stockists is likely to impact routine trading in mustard complex for the days to come. RAP oil cake prices firmed up marginally to Rs 6600 to 6700 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: -

Under low realization for groundnut meal and oil, expellers were reluctant to speed up crushing. Arrivals of shelled groundnut in Rajkot markets surpass last week arrivals (12-30 thousand bags) by 35-70 thousand bags in current week. In Rajkot market shelled groundnut traded between Rs. 495-525 per 20 kg (bag), Exports of groundnut extract during April 2007 declined to 4500 MT [solely

exported to Thailand] from previous months exports of 13,100 MT. 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 25.

Month	Open	High	Low	Close	Chg
July 07	219.0	219.5	217.8	218.2	+1.0
August 07	220.7	221.0	219.9	220.6	+1.5

Monsoon Outlook (26.05.07)

Chief Features:

- Conditions are becoming favourable for onset of southwest monsoon over Kerala during next 3-4 days.
- Under the influence of a persistent western disturbance, scattered to fairly widespread rain/thundershowers are likely over northwest India during next 48 hours and decrease thereafter. Isolated squall/hail is also likely over these regions during the same period.
- Numerical weather prediction models suggest that scattered rain/thundershowers activity is likely over south Peninsular India during next 3-4 days with a gradual increase in rainfall over Kerala and Coastal Karnataka.

Warning (for next 48 hrs.): -

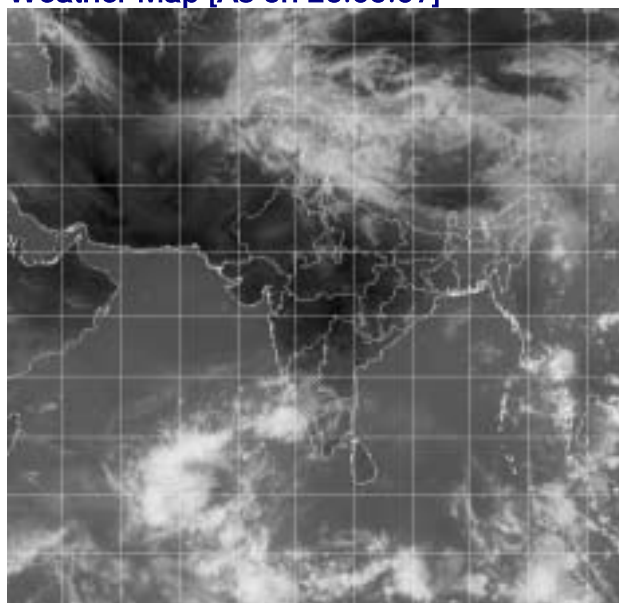
- Isolated thunder squall/hail is likely over Jammu & Kashmir, Himachal Pradesh, Uttarakhand, Punjab, Haryana, Chandigarh, Delhi, Uttar Pradesh and Rajasthan.

Outlook for subsequent two days from 0830 hours IST of 29th of May, 2007 (Based on numerical weather products):

- Scattered rain/thundershower activity is likely to continue over south Peninsular India.

Source: GOI (IMD)

Weather Map [As on 26.05.07]



Source-IMD

FOREX RATE AS ON 26.05.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.60
European Union	Euro	54.57
Japan	100 Yen	33.33
United Kingdom	GBP	80.57

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