

OILMEAL

01st June, 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 Kandla stood at \$ 260 to 262 /MT. Soymeal prices trade range bound across domestic markets and at ports. Pressure of imported oils coupled with Centre mulling proposal to slash import duty on edible oils to 45% may pressure prices of beans and meal in short term. At CBOT, overnight weakness in palm oils at BMD casted off weakness in soy futures during initial trading session, but forecast for dry outlook for Eastern Corn belts for coming 10 days coupled with speculative buying support helped soy futures recoup Tuesday's losses. However, good rains in western Corn Belt provided a set back for corn futures during later 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)		
	31.05.07	30.05.07	Parity To
Indore (MP)	9800-10,000	9800-9900	Gujarat, MP
Shivpuri (MP)		-	UP, Bihar, WB, Nepal
Kota	9950	9800-9950	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,200	10,100-10,200	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	9900-9950	9900-9950	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,100	10,000-10,050	Local and South
Solapur			Local and South
Dharwar		-	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	31.05.07	30.05.07
Kandla	10,400-10,500	10,400
Jamnagar		
Mumbai	10,600	-

Current vessel positions in different ports: -

Kandla port: -

Current vessel status unavailable.

Mumbai port: -

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

Vizag: -

Vessel **Tan Binh 20** was 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	
Mumbai	Badulu Valley	3400	Expected	

Rape/ Mustard Meal: -

Lower availability of seeds for this season means lower crushing of seeds and hence lower availability of oil meals to meet domestic and overseas demands. RAP oil cake prices traded steady at Rs 6600-6650 per MT. The DOC prices at Kandla were quoted at Rs 5400/MT. 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. 410-510 per 20 kg (bag). Rates for groundnut DOC stood

range bound at Rs 7700 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 30.

Month	Open	High	Low	Close	Chg
July 07	213.7	218.3	213.2	216.8	+2.4
August 07	216.0	220.0	216.0	218.8	+2.9

Monsoon Outlook (31.05.07)**Chief Features:**

- Fairly widespread rainfalls with isolated heavy to very heavy falls have occurred over Kerala, Karnataka and Lakshadweep during past 24 hours.
- An offshore trough extends from Karnataka coast to Kerala coast with an embedded upper air cyclonic circulation over east central Arabian Sea off Karnataka coast. Under their influence fairly wide spread rainfall with isolated heavy to very heavy falls are likely over Kerala, Coastal Karnataka and Lakshadweep during next 2-3 days.

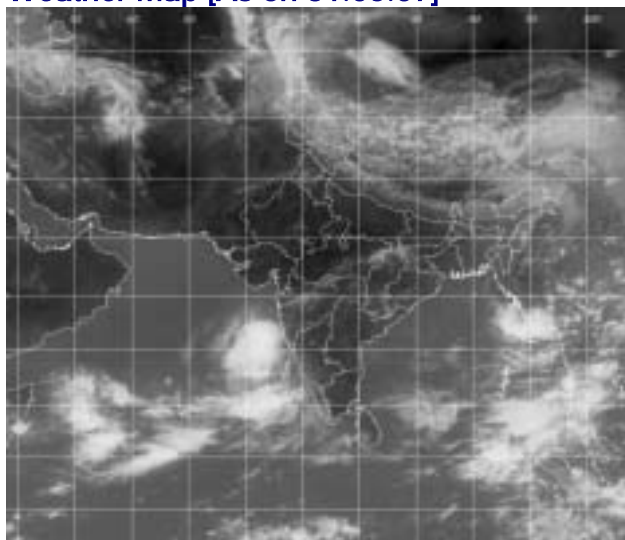
Warning (for next 48 hrs.): -

- Isolated heavy to very heavy rainfall is likely over Coastal Karnataka, Kerala and Lakshadweep Islands.

Outlook for subsequent two days from 0830 hours IST of 3rd of June, 2007 (Based on numerical weather products):

- Fairly widespread rainfall activity is likely along west coast.

Source: GOI (IMD)

Weather Map [As on 31.05.07]

Source-IMD

FOREX RATE AS ON 31.05.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.73
European Union	Euro	54.74
Japan	100 Yen	33.49
United Kingdom	GBP	80.43

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