

OILMEAL

20th June, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal prices reflect steady to slightly firm sentiments.
- Rapeseed meal reflects steady sentiments.

DOMESTIC MARKET

Soy meal

Domestic soymeal prices continued to remain firm on good buying support across domestic markets. At CBOT, Weather concerns for the eastern Corn Belt and some forecasts for a hot and dry trend for the Midwest for late June helped support soybean and soymeal prices. The weekly export inspections for soybean came in at 4.95 million bushels as compared with trade expectations at 8 to 11 million bushels. Strength in corn and indications of solid expansion in the poultry industry helped support meal. As per SEA of India, oilmeal export for May stood at 2.3 lakh MT from April export figures of 4.32 lakh MT. For the same time period the soymeal export declined from 2.50 lakh MT to 1.10 lakh MT indicating continued subdued export sentiments for Indian soymeal. For the month of May, Vietnam imported around 67,375 MT of soymeal followed by Japan at 21,400 MT and Sri Lanka at 11,825 MT.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	19.06.07	18.06.07	Parity To
Indore (MP)	10,500-10,550	10,350-10,450	Gujarat, MP
Shivpuri (MP)	10,200	10,250	UP, Bihar, WB, Nepal
Kota	10,250	10,250	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,300-10,450	10,300	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	10,500	10,300-10,400	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,600	10,500	Local and South

Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	19.06.07	18.06.07
Kandla	11,100	11,000-11,200
Jamnagar		
Mumbai	10,800	10,800

Current vessel positions in different ports: -

Kandla port: -

M.V.Wakasa is expected to arrive on 16.06.07. It would load 9000 MT of SBM. Taurus agent is handling the vessel.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Destination
Kandla	Wakasa	9000	Expected	

Rape/ Mustard Meal: -

The mustard complex stood almost firm on Tuesday despite bearish cues from palm oil traded at BMD. The rapeseed meal improved slightly to Rs 6800 to 6850/MT. The DOC prices at Kandla were quoted at Rs 5300-5450/MT. As per Solvent Extractors Association of India's press release, the total oilmeal exports for May declined to 2.30 lakh MT from April's figures of 4.32 lakh MT. The rapeseed meal export too followed the suit and declined from 1.08 lakh MT to mere 74,225 MT. South Korea imported a maximum of 49,400 MT of rapeseed meal followed by Vietnam and Taiwan at 11,325 and 9,200 MT respectively.

Groundnut DOC: -

Low crushing margin with poor offtake of groundnut seeds at current higher prices discouraged expellers to pace up crushing supported the market. Groundnut meals demand remained sluggish both at ports and domestically has extended the bullishness. As current groundnut oil prices are high and likely to improve further on limited availability of quality nuts, traders are expecting acreage to improve by 5-6% in

upcoming Kharif season but plantation conditions mostly depend upon cotton plantation status, which is better crop in returns over groundnut. Rates for groundnut DOC stood range bound at Rs 7700 to 8200 /MT for 40% oil content. 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 June 18.

Month	Open	High	Low	Close	Chg
July 07	239.3	239.8	234.5	237.8	+2.4
August 07	240.5	240.8	236.1	239.6	+2.9

Monsoon Outlook (19.06.07)

Chief Features:

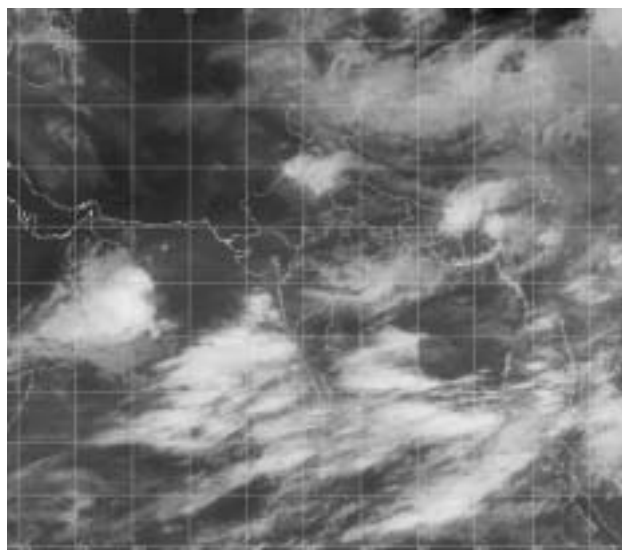
- A low-pressure area has formed over east-central Bay of Bengal. It is likely to concentrate into a depression by tomorrow. Under its influence, rainfall activity is likely to increase over Andhra Pradesh, Orissa and south Chhattisgarh during 21st and 22nd. Subsequently, with the likely west-northwestwards movement of the system, the enhanced rainfall belt is likely to shift to Maharashtra, Goa, Karnataka, south Madhya Pradesh and Gujarat during 23rd to 25th June.
- In association with the above system, southwest monsoon is likely to advance further into remaining parts of Orissa, Chhattisgarh & Maharashtra, some parts of Madhya Pradesh and Gujarat during next 5 days.
- Ongoing rainfall activity over the northwest India and Rajasthan is likely to decrease from tomorrow onwards.
- Under the influence of an active offshore trough widespread rainfall with heavy to very heavy falls is likely along the west coast during next 2-3 days.

Outlook for subsequent two days from 0830 hours IST of 22nd of June, 2007 (Based on numerical weather products):

- Increase in rainfall activity likely over Maharashtra, Goa, Karnataka, south Madhya Pradesh and Gujarat state.

Source: GOI (IMD)

Weather Map [As on 19.06.07]



Source-IMD

FOREX RATE AS ON 19.06.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.70
European Union	Euro	54.65
Japan	100 Yen	32.94
United Kingdom	GBP	80.80

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.