

OILMEAL

05th June, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Soymeal prices have been trading range bound and are expected to stay steady on global cues. Despite slight firmness in prices of soybean and soyoil prices of soymeal settled slightly lower on Monday. The market is looking for global cues on lack of fresh fundamentals. Export demand for Indian soymeal still remains slightly sluggish vis-à-vis soymeal exports from South America. Prices of soymeal are likely to hold steady before imports of edible oils create a glut in domestic markets. 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)		
	04.06.07	02.06.07	Parity To
Indore (MP)	10,000-10,050	10,100	Gujarat, MP
Shivpuri (MP)			UP, Bihar, WB, Nepal
Kota	9,950	9900-9950	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,150-10,200	10,200	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	9,950 - 10,100	10,000-10,100	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,100-10,200	10,200	Local and South
Solapur			Local and South
Dharwar		-	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	04.06.07	02.06.07
Kandla	10,400-10,500	10,500
Jamnagar		
Mumbai	-	10,400

Current vessel positions in different ports: -

Kandla port: -

Current vessel status unavailable.

Mumbai port: -

Vessel **Badulu Valley** was expected to arrive on 04.06.07. 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 expeller oils for domestic consumption for ensuing months. Amidst firm spot market sentiments for mustard seeds, the RAP oil cake prices traded steady at Rs 6600-6680 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: -

As current groundnut oil prices are high and likely to improve further on limited nuts stocks, traders are expecting nut acreage to improve by 5-6% in upcoming Kharif season but plantation conditions mostly depends upon cotton plantation status, which is better crop in returns over groundnut and areas is seen up at 5.5 million hectares against 3.8 million hectare last year thanks to smooth availability of cotton seeds, particularly Bt varieties. In Rajkot market groundnut oil prices traded between Rs. 670-685 per 10 kg during the week. Traders are expecting

groundnut oil is likely to trade in bullish tone amidst limited oil stocks in physical market with poor realization cost but upside movement would be in control of refined cottonseeds oil. 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 June 01.

Month	Open	High	Low	Close	Chg
July 07	217.0	221.8	217.0	221.4	+4.5
August 07	218.8	223.0	218.8	222.4	+3.3

Monsoon Outlook (04.06.07)

Chief Features:

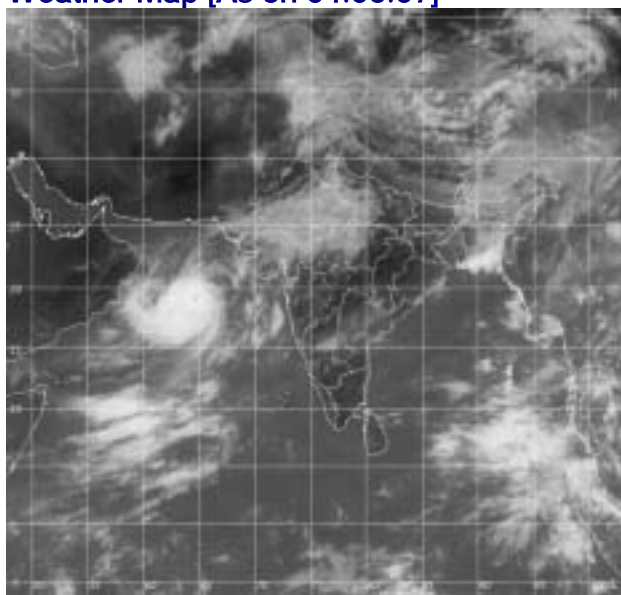
- Yesterday's severe cyclonic storm (GONU) over east-central Arabian Sea moved west-northwest wards and intensified into a very severe cyclonic storm around mid-night. It lay centred at 0830 hrs IST of today, the 4th June 2007 over east-central & adjoining west-central Arabian Sea near Lat. 18.5 °N and Long. 65.0°E about 600 kms southwest of Dwarka (Gujarat). The system is likely to intensify further and move in a northwesterly direction towards coast of OMAN
- An offshore trough extends from the center of very severe cyclonic storm over east-central & adjoining west-central Arabian Sea to southeast Arabian Sea. Under its influence, scattered rainfall is likely along the west coast during next 48 hrs.

Outlook for subsequent two days from 0830 hours IST of 7th of June, 2007 (Based on numerical weather products):

- Fairly widespread rainfall activity likely over northeastern states.

Source: GOI (IMD)

Weather Map [As on 04.06.07]



Source-IMD

FOREX RATE AS ON 04.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.47
European Union	Euro	54.43
Japan	100 Yen	33.17
United Kingdom	GBP	80.28

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