

OILMEAL

30th June, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

The FAS prices of soymeal stood from \$ 271-273 /MT at Kandla port. Soymeal prices stood steady at ports whereas its trading range bound across domestic markets despite firm cues from CBOT. At CBOT, Short covering in soybeans, good export sales report for soy oil coupled with slightly firm palm oil at BMD helped soybean and oil bounce from short-term oversold condition. Weekly US export sales for soybeans came in at 2.47 lakh MT as compared to trade expectations between 1-3 lakh MT. Meal sales were 78,300 metric tonnes as compared to trade expectations between 50,000-125,000. Soybean oil sales came in at 30,600 metric tonnes as compared to trade expectations between 0-10,000. The Census crush for May came in at 151.8 million bushels as compared with trade expectations at 150.4 million bushels, which was seen as mildly supportive. In addition, soyoil stocks came in at 3.266 billion pounds, which was below trade expectations for 3.33 billion pounds. 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)		
	29.06.07	28.06.07	Parity To
Indore (MP)	10,350-10,450	10,400	Gujarat, MP
Shivpuri (MP)	10,300-10,350	10,300	UP, Bihar, WB, Nepal
Kota	10,000-10,050	10,000	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,300	10,300	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra

Nagpur (41/45)	10,550-10,600	10,550	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,600	10,500-10,550	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	29.06.07	28.06.07
Kandla	10,800-10,900	10,800-10,900
Jamnagar		
Mumbai	10,900	10,900

Current vessel positions in different ports: -

Kandla port: -

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

M.V.Iran Broojerdi is expected to load 12,000 MT of soymeal on 28.06.07. Shantilal agent is handling the vessel.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Desti-Natio n
Kandla	Wakasa	9000	Arrived	
Kandla	Iran Broojerdi	12,000	Expected	

Rape/ Mustard Meal: -

On account of mostly firm mustard seed complex, prices of rapeseed meal rose marginally on Friday. The rapeseed meal prices firmed up further to Rs 6900 to 7000/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: -

Due to poor demand of groundnut meals from exporting nations, higher prices of groundnuts coupled with low realization for oil, expellers remained disinterested for pace up crushing. Pressure from cotton and slow progress of monsoon in major groundnut growing regions (delay by 10 days in Gujarat provinces) that hampered Kharif groundnut sowing sentiments and just 76,000 hectares land has

been planted in country as on June 15 against 94,000 hectares last year in latest government estimation. Rates for groundnut DOC firmed up marginally to Rs 7800 to 8500 /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 28.

Month	Open	High	Low	Close	Chg
July 07	218.5	218.7	216.8	218.2	+0.3
August 07	221.0	221.2	219.0	220.6	-0.3

Monsoon Outlook (29.06.07)

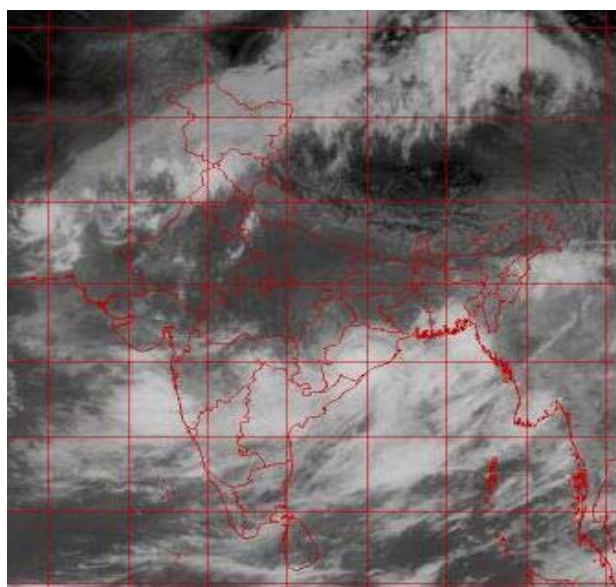
Chief Features:

- Southwest monsoon has further advanced into the remaining parts of Madhya Pradesh & Uttar Pradesh, most parts of East Rajasthan, some parts of west Rajasthan and some more parts of Haryana (including Delhi) and Punjab.
- The deep depression over northwest & adjoining west-central Bay of Bengal moved northwestwards and lay centred at 1430 hrs. IST of today, 28th June'07 over northwest & adjoining west-central Bay of Bengal near lat. 19.0°N/ long. 86.5 E° about 120 km southeast of Puri. It is likely to intensify further and move in a west-northwesterly direction and cross Orissa coast between Gopalpur and Paradeep close to Puri by today the 28th June'07 mid-night.
- Under its influence, widespread rainfall with scattered heavy to very heavy falls and isolated extremely heavy falls (> 25 cms.) are likely over north Andhra Pradesh, Orissa and Chhattisgarh during next 48 hrs. Subsequently, the enhanced rainfall belt is likely to shift to Madhya Pradesh, Maharashtra & Goa and Gujarat state from 30th onwards

Outlook for subsequent two days from 0830 hours IST of 1st of July, 2007 (Based on numerical weather products):

- Enhanced rainfall activity with scattered heavy to very heavy falls and isolated extremely heavy falls is likely over Madhya Pradesh, Maharashtra & Goa and Gujarat state.

Weather Map [As on 29.06.07]



Source-IMD

FOREX RATE AS ON 29.06.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.75
European Union	Euro	54.79
Japan	100 Yen	33.04
United Kingdom	GBP	81.63

Source: GOI (IMD)

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