

OILMEAL

19th 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. As per As per USDA's recent Oil Crop Outlook Report: "Based on average yields, the 2007 soybean output is forecast at 7.9 million tons, versus 7.7 million in 2006. Even with a growing demand in India for soybean meal in poultry and dairy feeds, additional production could steady the volume of meal exports near 3.5 million tonnes". Soymeal prices remained buoyant at ports on talks of some export demand amidst appreciating value of Indian rupees vis-à-vis US dollar. At CBOT, traders are unwilling to go short on Monday, on account of forecast of dry weather. 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)		
	18.06.07	16.06.07	Parity To
Indore (MP)	10,350-10,450	10,250-10,350	Gujarat, MP
Shivpuri (MP)	10,250	10,200	UP, Bihar, WB, Nepal
Kota	10,250	10,100-10,200	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,300	10,200	Andhra, AP, Kar, TN
Dhulia/Jalna		-	Mumbai Maharashtra
Nagpur (41/45)	10,300-10,400	10,200-10,300	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,500	10,400-10,500	Local and South
Solapur			Local and South

Dharwar			Karnataka, Tamil Nadu
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DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	18.06.07	16.06.07
Kandla	11,000-11,200	10,850-11,000
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.

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	
Kandla	Wakasa	9000	Expected	

Rape/ Mustard Meal: -

The market continues to track soy complex and overseas sentiments as tight supply conditions of edible oils across the globe coupled with bids to import edible oils through state trading bodies bidding is indirectly affecting sentiments for expeller oil and seeds and rapeseed meal across domestic markets. The rapeseed meal improved slightly to Rs 6700 to 6800/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 15.

Month	Open	High	Low	Close	Chg
July07	230.8	235.7	230.8	235.4	+5.0
August07	232.8	237.0	232.8	236.7	+4.8

Monsoon Outlook (18.06.07)

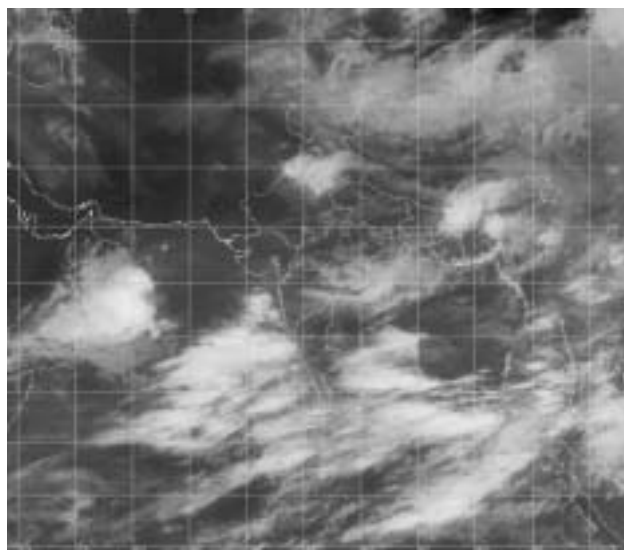
Chief Features:

- Southwest monsoon has further advanced into remaining parts of central Arabian Sea, Konkan & Goa, some more parts of Madhya Maharashtra & Marthawada, remaining parts of Telangana, some parts of Vidharba and some more parts of Chhattisgarh, Orissa and Jharkhand.
- During past 24 hours fairly widespread rainfall with isolated heavy to very heavy falls has occurred over northeastern States, Sub-Himalayan West Bengal & Sikkim, Kerala, Coastal Karnataka and Konkan & Goa. Scattered rainfall has also occurred over Orissa, Chhattisgarh, northwest India and north Madhya Pradesh.
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- 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 19th of June, 2007 (Based on numerical weather products):

- Increase in rainfall activity over Orissa,

Weather Map [As on 18.06.07]



Source-IMD

FOREX RATE AS ON 18.06.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.76
European Union	Euro	54.58
Japan	100 Yen	32.99
United Kingdom	GBP	80.67

Chhattisgarh and Andhra Pradesh.

Source: GOI (IMD)

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