

## OILMEAL

16<sup>th</sup> June, 2007

### MAJOR ACTIVITY HIGHLIGHTS

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

### DOMESTIC MARKET

#### Soy meal

The FAS rates for soybean meal ranged from \$ 267 to 270/MT. Domestic soymeal prices continued to recover on talks of some export demand amidst domestic buying support and slews of measures taken up by Centre to compensate exporters for falling value of Indian rupee. At CBOT, continued weather concern over Corn crop along with strength in Wheat helped soybean futures settle higher on Thursday. The NOPA crush report for May showed 143.4 million bushels crushed as compared with 142.5-146 million expected. Weekly US export sales for soybeans came in at 2.21 lakh MT as compared to trade expectations between 150,000-250,000. Meal sales were 78,300 metric tonnes from expectations at 50,000-125,000 MT. 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)		
	15.06.07	14.06.07	Parity To
Indore (MP)	10,200-10,300	10,100-10,200	Gujarat, MP
Shivpuri (MP)	10,200	10,100-10,150	UP, Bihar, WB, Nepal
Kota	10,200	10,000-10,150	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,300	10,300	Andhra, AP, Kar, TN
Dhulia/Jalna		-	Mumbai Maharashtra
Nagpur (41/45)	10,200-10,250	10,200	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,400	10,300-	Local and South

		10,400	
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

#### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	15.06.07	14.06.07
Kandla	10,800-10,900	10,700-10,800
Jamnagar		
Mumbai	10,600-10,700	10,600

#### 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	Destination
Vizag	Tan Binh	8600	Berthed	
Kandla	Wakasa	9000	Expected	

#### Rape/ Mustard Meal: -

Amidst steady to slightly firm spot market sentiments for mustard seeds and mustard expeller oil, the RAP oil cake prices firmed up marginally to Rs 6700-6800 per MT. The DOC prices at Kandla were quoted at Rs 5300-5350/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: -

Amidst poor demand of groundnut meals domestically and ports with poor realization of groundnut oil, expellers were reluctant to speed up crushing during previous week. However, slightly improved sentiments for groundnut and oil in near term may support see some improvement in crushing of nuts at the back of steady demand for meal in domestic markets. In Rajkot market shelled groundnut sold

between Rs. 410-530 per 20 kg (as per quality), while groundnut oil prices traded between Rs. 675-706 per 10 kg during the week. Rates for groundnut DOC stood range bound at Rs 7500 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 14.

Month	Open	High	Low	Close	Chg
July 07	232.0	232.8	228.6	230.4	+0.4
August 07	233.5	234.0	230.0	231.9	+0.3

### Monsoon Outlook (15.06.07)

#### Chief Features:

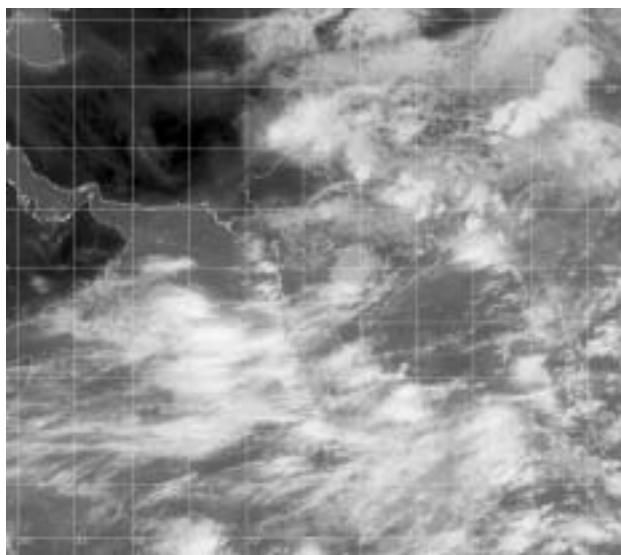
- Southwest monsoon has further advanced into some more parts of central Arabian Sea, Konkan & Goa, some parts of Madhya Maharashtra & Marthawada, some more parts of Telangana, Jharkhand, Bihar & East Uttar Pradesh and Uttarakhand.
- Conditions are favourable for further advance of southwest monsoon into some more parts of Maharashtra, Chhattisgarh, Orissa, Uttar Pradesh and Uttarakhand during next 2-3 days.
- Under the influence of an off-shore trough, increased rainfall activity is likely along west coast during next 2-3 days.

#### Outlook for subsequent two days from 0830 hours IST of 18<sup>th</sup> of June, 2007 (Based on numerical weather products):

- A low-pressure area is likely to form over west central & adjoining northwest Bay of Bengal around 20th.

Source: GOI (IMD)

### Weather Map [As on 15.06.07]



Source-IMD

### FOREX RATE AS ON 15.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.97
European Union	Euro	54.56
Japan	100 Yen	33.30
United Kingdom	GBP	80.73

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