

OILMEAL

26th 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 are consolidating on global cues. Weaknesses in prices of oilseeds and edible oil have had a spill over affect on prices of soymeal across domestic markets and at ports. Domestic demand from poultry and feed industry seems to be supporting meal prices from tumbling down. General weakness in palm oil at BMD is said to have made it affect felt across domestic prices of soybean and eventually on meal. However dearth of ready availability of beans would continue to underpin soy complex. 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)		
	25.06.07	23.06.07	Parity To
Indore (MP)	10,300-10,350	10,200-10,400	Gujarat, MP
Shivpuri (MP)	10,300	10,300-10,400	UP, Bihar, WB, Nepal
Kota	10,200	10,200-10,250	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,300-10,400	10,500-10,600	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	10,400-10,500	10,700-10,800	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,500	10,700	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	25.06.07	23.06.07
Kandla	10,850-10,900	10,800-11,000
Jamnagar		
Mumbai	-	-

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.

Current Vessel Position: -

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

Rape/ Mustard Meal: -

Restricted selling by stockists and good demand from vanaspati units and millers were holding the prices of seeds and oils almost firm. The major share of the Rabi seasons mustard seeds harvest is with strong hands thereby creating a paucity of seeds across spot markets. On lack of fresh fundamentals and general bearishness in prices of edible oil and oilseeds mustard complex is reflecting temporary weakness. The rapeseed meal softened marginally to Rs 6900/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 8400 /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 22.

Month	Open	High	Low	Close	Chg
July 07	224.5	224.5	215.0	217.4	-8.8
August 07	227.0	227.0	217.3	219.5	-8.7

Monsoon Outlook (25.06.07)

Chief Features:

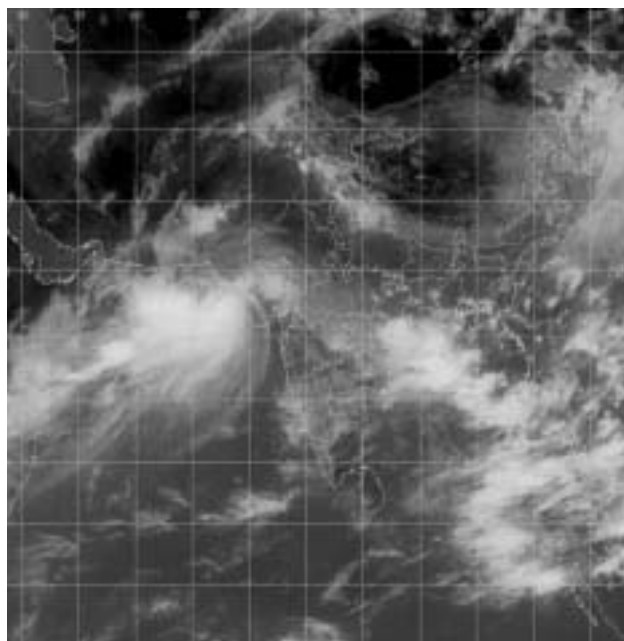
- Southwest monsoon has further advanced into the remaining parts of Gujarat, some parts of southeast Rajasthan and south Madhya Pradesh, some more parts of Chhattisgarh and remaining parts of Vidharba, Orissa and Jharkhand.
- Numerical Weather Prediction models continue to suggest formation of a fresh low-pressure area over northwest Bay of Bengal off Orissa coast by tomorrow. Subsequently, the system is likely to concentrate into a depression. Widespread rainfalls with isolated heavy falls are likely over Orissa during next 1-2 days. Subsequently, the rainfall activity is likely to enhance further over Orissa and also extend into adjoining north Andhra Pradesh, Chhattisgarh, Vidarbha and Madhya Pradesh.
- The current meteorological analysis suggests that scattered rain/thundershowers are likely over Western Himalayan region during next 3 days. Isolated to scattered rain/thundershowers are also likely over plains of northwest India.

Outlook for subsequent two days from 0830 hours IST of 28th of June, 2007 (Based on numerical weather products):

- Enhanced rainfall activity is likely over Orissa, Chhattisgarh, north Andhra Pradesh, Vidarbha, Madhya Pradesh.

Source: GOI (IMD)

Weather Map [As on 25.06.07]



Source-IMD

FOREX RATE AS ON 25.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.81
European Union	Euro	54.91
Japan	100 Yen	32.96
United Kingdom	GBP	81.57

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