

## OILMEAL

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

### MAJOR ACTIVITY HIGHLIGHTS

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

### DOMESTIC MARKET

#### Soy meal

Recouping previous days weakness, soymeal traded firm across domestic markets and at ports on tracking bullish soy futures at CBOT. Overnight strength in palm oil coupled with sustained view for dry spell across soybean and corn growing areas provided underlying support to soy futures at CBOT. As per SEA of India, oilmeal export for May stood at 2.3 lakh MT from April export figures of 4.32 lakh MT indicating continued subdued export sentiments for Indian soymeal. 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)		
	06.06.07	05.06.07	Parity To
Indore (MP)	10,000-10,100	9800-9900	Gujarat, MP
Shivpuri (MP)			UP, Bihar, WB, Nepal
Kota	9,900-10,000	9,900	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,100-10,200	10,100	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	10,100-10,200	10,000-10,100	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,100	10,100	Local and South
Solapur			Local and South
Dharwar		-	Karnataka, Tamil Nadu

#### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	06.06.07	05.06.07
Kandla	10,400	10,400-10,450
Jamnagar		
Mumbai	10,400-10,450	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: -

Amidst continued firmness in mustard complex, the RAP oil cake prices firmed up marginally to Rs 6600-6700 per MT. The DOC prices at Kandla were quoted at Rs 5400-5500/MT. As per official release of oilmeal export data SEA of India, India's oilmeal export during May declined to 2.3 lakh MT from April's figure of 4.32 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 05.

Month	Open	High	Low	Close	Chg
July07	223.3	224.3	221.2	223.6	+3.2
August07	224.5	225.0	222.5	224.9	+3.2

## Monsoon Outlook (06.06.07)

### Chief Features:

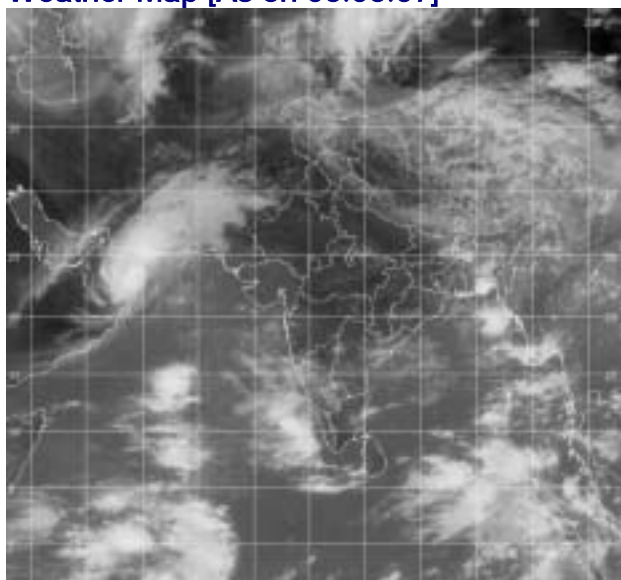
- The analysis of current meteorological conditions & numerical weather prediction models suggests that conditions are becoming favourable for advance of southwest monsoon over northeastern states during next 72 hrs. The rainfall activity is also likely to increase over south peninsula during the same period.
- The Severe Cyclonic Storm (GONU) over northwest Arabian Sea moved west-northwestwards and lay centred at 0830 hrs. IST of today, the 6th June 2007 near Lat. 23.0 °N and Long. 59.0°E over land in OMAN.

### Outlook for subsequent two days from 0830 hours IST of 9<sup>th</sup> of June, 2007 (Based on numerical weather products):

- Fairly widespread rainfall is likely to continue over northeastern states.
- Further increase in rainfall activity along west coast & Interior Peninsula

Source: GOI (IMD)

## Weather Map [As on 06.06.07]



Source-IMD

## FOREX RATE AS ON 06.06.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.55
European Union	Euro	54.89
Japan	100 Yen	33.39
United Kingdom	GBP	80.89

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