

## OILMEAL

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

### MAJOR ACTIVITY HIGHLIGHTS

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

### DOMESTIC MARKET

#### Soy meal

Soymeal prices firmed up marginally further on bullish global cues. At CBOT, rumours of China scrapping palm oil contracts, good fund buying support amidst drier weather outlook for next week helped soy futures settle up. The USDA pegged ending stocks for 2007/08 at 320 million bushels, which was unchanged from last month and close to the average trade estimate of 317 million bushels (range 300-373). Old crop ending stocks were also unchanged at 610 million bushels. The USDA pegged world soybean ending stocks for the 2007/2008 season (the first estimate of the year) at 54.0 million tonnes from the record 63.6 million this season and about the same as 53.94 million tonnes in the 2005/06 season. 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)		
	12.06.07	11.06.07	Parity To
Indore (MP)	10,100-10,200	10,100	Gujarat, MP
Shivpuri (MP)	10,200	10,100-10,150	UP, Bihar, WB, Nepal
Kota	10,000	9,950-10,000	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,100	10,000	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	10,000-10,100	10,000	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN

Sangli	10,000	10,000	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

#### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	12.06.07	11.06.07
Kandla	10,500-10,600	10,500
Jamnagar		
Mumbai	10,600-10,800	10,400

#### Current vessel positions in different ports: -

##### Kandla port: -

Current vessel status unavailable.

##### 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	Destl-Nation
Vizag	Tan Binh	8600	Berthed	

#### Rape/ Mustard Meal: -

Amidst firm sentiments for mustard seeds and expeller oil, the RAP oil cake prices stood steady to slightly firm at Rs 6700-6750 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. Under quality norms, Russia has banned import of HPS groundnut seeds of Indian origin. In Rajkot market shelled groundnut sold between Rs. 400-540 per 20 kg (as per quality), while groundnut oil prices traded between Rs. 675-690 per 10 kg during the week. As current trends indicate, groundnut oil is not

sustainable at higher level; hence market may take correction for restore trade activities. Rates for groundnut DOC stood range bound at Rs 7500 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 11.

Month	Open	High	Low	Close	Chg
July 07	229.5	232.7	228.5	230.2	+4.0
August 07	229.5	23.3	229.2	230.7	+4.0

## Monsoon Outlook (12.06.07)

### Chief Features:

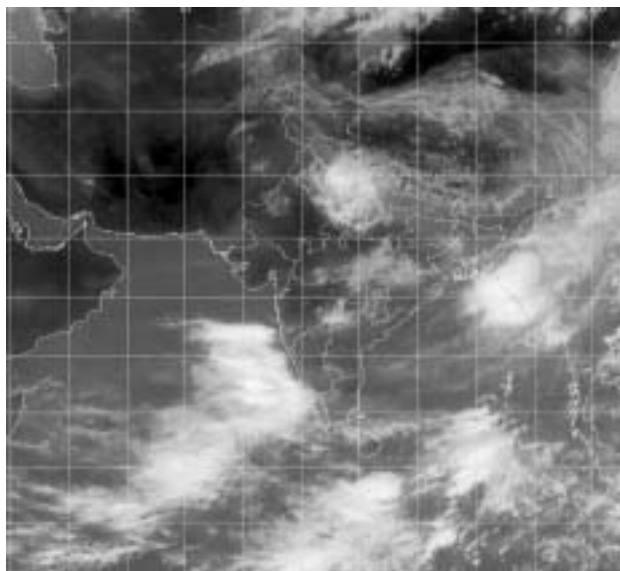
- Conditions continue to remain favourable for further advance of southwest monsoon into some parts of Konkan & Goa & south Madhya Maharashtra and some more parts of interior peninsula & east India during next 3-4 days.
- As predicted, heat wave conditions have abated from most parts of plains of northwest India and central India. However, they still prevailed over isolated pockets of north Rajasthan and adjoining Haryana. The current meteorological analysis suggests a further fall in day temperatures over northwest India and Rajasthan owing to prevalence of easterly winds & likely occurrence of scattered thunderstorm activity during next 2-3 days.
- The current meteorological analysis suggests fairly widespread rainfall activity with isolated heavy to very heavy falls likely over northeastern states and adjoining east India during next 3-4 days.

### Outlook for subsequent two days from 0830 hours IST of 15<sup>th</sup> of June, 2007 (Based on numerical weather products):

- Rainfall activity is likely to increase over east India, west coast and interior Karnataka.

Source: GOI (IMD)

## Weather Map [As on 12.06.07]



Source-IMD

### FOREX RATE AS ON 12.06.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.73
European Union	Euro	54.44
Japan	100 Yen	33.47
United Kingdom	GBP	80.43

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