

OILMEAL

26th July, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

The FAS rates for soymeal at Kandla port varied from \$ 284 to 287/MT. Extending previous day's weakness, prices of soymeal dragged lower during first half of trading session. Domestically crop conditions for Kharif soybean are good besides better production and acreages prospects over last year. The view brought in temporary resentment in prices of soymeal. At CBOT, soymeal prices recovered but to a marginal extent only. The spill over affect was well reflected in soymeal prices across domestic markets and at ports. Currently soybean crop in US is in pod formation stage. Some new buying interest on account of news of slight decline in crop conditions as on July 22nd helped spark a bounce. Overnight surge in palm oil futures at BMD coupled with India lowering its import duty on edible oils helped witness soy futures settle up during the trade session. AgRural from Brazil indicated that Brazil producers in 2007/2008 are expected to plant 7% more area to soybeans than this season. As per official release by SEA of India, around 64,075 MT of soymeal was exported during June in comparison to 1.10 lakh MT exported during May 2007. Vietnam imported a maximum of 30,150 MT followed up by Japan at 27,000 MT. For the same time period Indonesia, Sri Lanka, Kuwait and U.A.E imported 4550, 775, 975,475 MT respectively. A total of 4.24 lakh MT was exported during April June period.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	25.07.07	24.07.07	Parity To
Indore (MP)	10,700-10,800	10,950-11,000	Gujarat, MP
Shivpuri (MP)	10,900	10,900-11,000	UP, Bihar, WB, Nepal
Kota	10,850	10,800-10,850	Rajasthan, Del, Punjab, Haryana
Nanded/Latur			Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra

Nagpur (41/45)	11,300-11,400	11,200-11,300	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	11,350-11,400	11,400-11,450	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	25.07.07	24.07.07
Kandla	11,300-11,500	11,450-11,500
Mumbai		11,800

Current vessel positions in different ports: -

No vessel carrying SBM reported at Kandla and Vizag port

Mumbai port: -

Vessel **Badulu valley** is loading SBM. It was expected to sail off on 04.07.07.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Mumbai	Badulu Valley	-	Working	

Rape/ Mustard Meal: -

Despite slight consolidation in prices of mustard seeds across spot markets, prices of rapeseed meal stood steady at Rs 6950-7000 /MT. The DOC prices at Kandla were quoted at Rs 5700-5800/MT. As per Solvent Extractors Association of India's press release, 51,825 MT of rapeseed meal was exported during June in comparison to 74,225 MT during previous month. South Korea imported a maximum of 34,700 MT of rapeseed meal followed by Taiwan at 10,000 MT. Vietnam, Indonesia and Sri Lanka imported 5475, 1475 and 175 MT respectively. A total

of 2.34 lakh MT was exported during April-June time

period.

Groundnut DOC: -

Spot prices of groundnut oil continued to soften and touched Rs 763/10kg mark in Rajkot on slight consolidation in prices. From 2002, groundnut area is continuous shrinking to 19 lakh hectares in 2006; however, the Gujarat government is serious and is likely to put the best to increase in plantation by minimum 3 lakh hectares this year. Amidst lower crushing and steady demand the rates for groundnut

DOC stood steady at Rs 7700 to 8400 /MT for 40% and 45% oil content respectively. As per official release of oilmeal export data from SEA of India; around 275 MT of groundnut extract was exported during June in comparison to 4,500 MT exported during April. No meal was exported during the month of May. A total of 4,775 MT of groundnut meal was exported during the period of April-June.

CBOT Soy Meal Futures as on July 24.

Month	Open	High	Low	Close	Chg
Aug07	216.2	218.2	214.5	214.4	+1.0
Sep 07	219.5	220.9	217.6	217.0	+1.7

Monsoon Outlook (25.07.07)

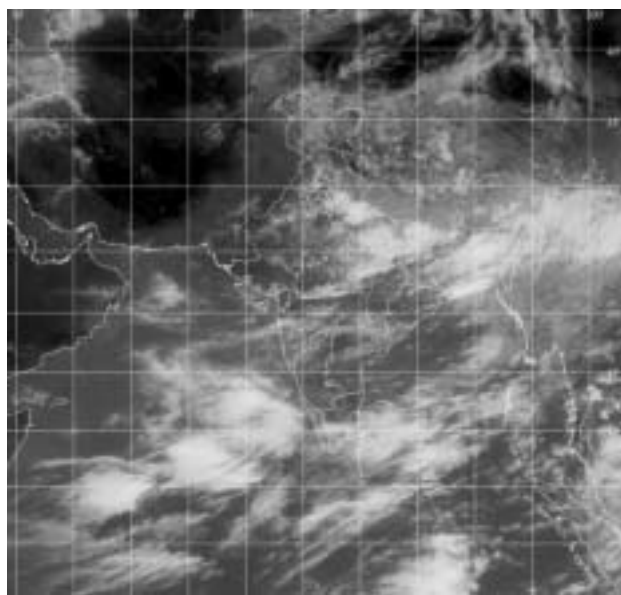
Chief Features:

- The current meteorological analysis suggests that southwest monsoon is likely to remain in a weak phase for the next 4-5 days.
- The axis of monsoon trough lies close to foothills of Himalayas. Fairly widespread rainfall activity with isolated heavy to very heavy fall is likely to continue over Gangetic plains and northeastern states during next 4-5 days. Northwest India is also likely to experience scattered to fairly wide spread rainfall activity during the same period. However, rainfall over central & adjoining peninsular India will remain subdued.
- In association with the off-shore trough and cyclonic circulation over extreme south peninsula fairly widespread rainfall activity is likely over Tamil Nadu, Kerala, Coastal Karnataka and Lakshadweep during next 2-3 days.

Outlook for subsequent two days from 0830 hours IST of 27th of July, 2007 (Based on numerical weather products):

- Fairly widespread rainfall is likely over northeastern States, Gangetic plains and scattered over northwest India.
- Subdued rainfall likely to continue over central and adjoining peninsular India.

Weather Map [As on 25.07.07]



Source-IMD

FOREX RATE AS ON 25.07.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.30
European Union	Euro	55.64
Japan	100 Yen	33.57
United Kingdom	GBP	82.97

Source: GOI (IMD)

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