

OILMEAL

17th July, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Prices of soymeal plunged marginally on account of spill over affect from consolidation in prices of edible oils and oilseeds across spot markets. With Malaysian palm oil exports declining by 8.8% on month in the July 1-15 period, the spill over affect on domestic soy complex market was imminent as the market awaits fresh cues from CBOT. For the NOPA crush report on Monday morning, traders are looking for June soybeans crushed at near 136.8 million bushels as compared with the May crush of 143.4 million bushels. Oil stocks are expected near 2.825-2.88 billion pounds. 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)		
	16.07.07	14.07.07	Parity To
Indore (MP)	11,100-11,200	11,250-11,300	Gujarat, MP
Shivpuri (MP)	10,950-11,000	11,000	UP, Bihar, WB, Nepal
Kota	10,950	10,950	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	-	-	Andhra, AP, Kar, TN
Dhulia/Jalna	11,500	11,500-11,600	Mumbai Maharashtra
Nagpur (41/45)	10,700-11,800	11,900	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	11,400-11,450	11,400-11,500	Local and South
Solapur			Local and South

Dharwar			Karnataka, Tamil Nadu
---------	--	--	-----------------------

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	16.07.07	14.07.07
Kandla	11,750	11,750-11,900
Mumbai	-	11,600

Current vessel positions in different ports: -

Kandla port: -

M.V.Iran Broojerdi is loading 12,000 MT of soymeal. It is expected to sail off on 04.07.07. Shantilal agent is handling the vessel.

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	Destination
Kandla	Iran Broojerdi	12,000	Working	
Mumbai	Badulu Valley	-	Working	

Rape/ Mustard Meal: -

Despite consolidation in prices of edible oils across spot markets, prices of rapeseed meal stood firm at Rs 7020-7050 /MT. The DOC prices at Kandla were quoted at Rs 5300-5500/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 2,34,425 MT was exported during April June time period.

Groundnut DOC: -

Spot prices of groundnut oil continued to trade firm and touched Rs 793-794/10kg mark in Rajkot amidst poor availability of stocks and dearth of quality groundnut seeds available for crushing. 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.

Rates for groundnut DOC stood 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 13.

Month	Open	High	Low	Close	Chg
July 07	251.0	253.3	249.5	253.3	-0.4
August 07	254.2	255.8	250.0	255.6	+1.9

Monsoon Outlook (16.07.07)

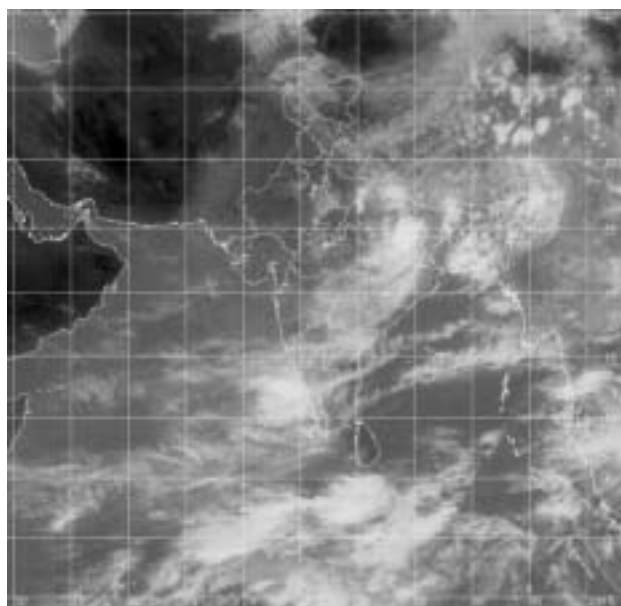
Chief Features:

- Yesterday's well marked low pressure area over northwest Bay of Bengal and adjoining coastal areas of north Orissa & West Bengal Coasts now lies over Jharkhand & neighbourhood.
- The axis of monsoon trough passes through Anupgarh, Karnal, Muzaffarnagar, Fatehpur, Varanasi, and the centre of the well marked low pressure area, Sagar Islands and thence to southeastwards to east central Bay of Bengal.
- Fairly widespread rainfall with isolated heavy to very heavy rainfall is likely over Jharkhand, north Orissa, north Chhattisgarh during next 24 hrs and over East Uttar Pradesh, Bihar, East Madhya Pradesh during next 2-3 days.
- The current meteorological analysis suggests that fairly widespread rainfall with isolated heavy to very falls are likely over Sub-Himalayan West Bengal & Sikkim and northeastern states during next 4-5 days.
- Numerical weather prediction models suggest subdued rainfall activity over the remaining parts of the country excluding west coast where fairly widespread rainfall activity is likely to continue during next 4-5 days

Outlook for subsequent two days from 0830 hours IST of 19th of July, 2007 (Based on numerical weather products):

- Fairly widespread rainfall activity is likely over Uttar Pradesh, Bihar, Sub-Himalayan West Bengal & Sikkim, northeastern states and west coast.
- Subdued rainfall activity is likely over remaining

Weather Map [As on 16.07.07]



Source-IMD

FOREX RATE AS ON 16.07.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.37
European Union	Euro	55.67
Japan	100 Yen	33.13
United Kingdom	GBP	82.18

parts of the country

Source: GOI (IMD)

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.