

OILMEAL

31st July, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal and rapeseed meal prices reflect steady market sentiments.

DOMESTIC MARKET

Soy meal

Prices of soymeal in Indore stood steady at previous weekend's level on account of slightly weak demand for soymeal across domestic markets and at ports. With confirmation of a deadly strain H5N1 strain in Manipur and adjoining regions, neighbouring states have sounded a red alert on safeguarding its state boundaries from its contagious influence. On fear of the recent outbreak of Flu, oil meals traded with bearish undertone. At CBOT, forecast of some rains on Monday is likely to keep market sentiments almost subdued. 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)		
	30.07.07	28.07.07	Parity To
Indore (MP)	10,600	10,600-10,700	Gujarat, MP
Shivpuri (MP)	10,800	10,900	UP, Bihar, WB, Nepal
Kota	10,600-10,650	10,750-10,800	Rajasthan, Del, Punjab, Haryana
Nanded/Latur			Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	11,000	11,200-11,300	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,900-11,000	11,200-11,300	Local and South

Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	30.07.07	28.07.07
Kandla	11,000	11,200-11,300
Mumbai	11,000	11,500

Current vessel positions in different ports: -

No vessel carrying SBM reported at Kandla and Vizag port

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Dest-Nation
-	-	-	-	-

Rape/ Mustard Meal: -

Amidst steady prices of mustard seeds across spot markets and on fear of outbreak of Bird Flu in North Eastern states, the prices of rapeseed expeller meal stood steady at Rs 6800-6900 /MT on Monday. However, the traders believe that weakness would be short lived. The DOC prices at Kandla were quoted at Rs 5700-5800/MT. Local DOC sold at Rs 4900-5000/MT in Rajasthan. 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 782/10kg mark in Rajkot on slight consolidation in prices. As per government latest figures, despite slow monsoon progress groundnut sowing is rapidly completed in 3.9 million hectares as on July 27th against 3.35 million hectares last week and 3.46 million hectares last year. The agriculture minister has recently announced the groundnut sowing is completed in Andhra Pradesh. In Gujarat alone groundnut sowing is completed in 1.6 million hectares as compared to 1.5 million hectares last year whereas in South India (mainly Tamil Nadu,

Andhra Pradesh and Karnataka) sowing is completed in 2 million hectares. 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 27.

Month	Open	High	Low	Close	Chg
Aug07	216.3	217.2	212.6	217.7	-4.1
Sep 07	218.2	220.0	215.6	220.3	-3.9

Monsoon Outlook (30.07.07)

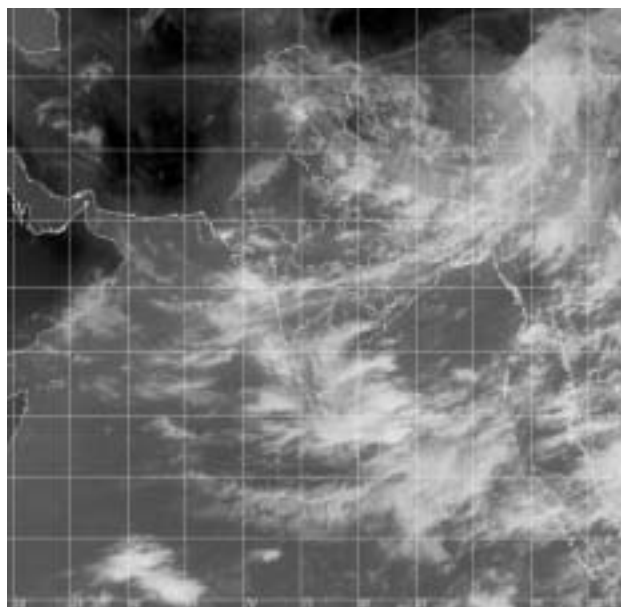
Chief Features:

- The axis of the monsoon trough passes through Ganganagar, Karnal, Hardoi, Gorakhpur, Darbhanga, Dhubri and thence eastwards to Arunachal Pradesh. The numerical weather prediction models indicate southward shift of the monsoon trough from 2nd August onwards and likely formation of a low pressure area over northwest & adjoining west-central Bay of Bengal around 4th August. Subsequently, southwest monsoon is likely to revive over central & adjoining peninsular India.
- The current meteorological analysis suggests widespread rainfall activity with isolated heavy to very heavy falls over Gangetic plains & northeastern states during next 3 days and decrease thereafter.
- Under the influence of the off-shore trough, fairly widespread rainfall activity with scattered heavy to very heavy fall is likely along the west coast during next 3-4 days. Fairly widespread rainfall activity is also likely over extreme south peninsula during.

Outlook for subsequent two days from 0830 hours IST of 2nd of August, 2007 (Based on numerical weather products):

- Decrease in rainfall activity is likely over northeastern States and Gangetic plains.

Weather Map [As on 30.07.07]



Source-IMD

FOREX RATE AS ON 30.07.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.54
European Union	Euro	55.31
Japan	100 Yen	34.17
United Kingdom	GBP	82.02

Source: GOI (IMD)

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