

## OILMEAL

7<sup>th</sup> July, 2007

### MAJOR ACTIVITY HIGHLIGHTS

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

### DOMESTIC MARKET

#### Soy meal

Domestically soymeal prices bounced back across domestic markets and at ports on good buying support and firm soy futures at CBOT. Below normal rains over western Corn Belt and view of corn crop likely to face water stress in eastern Corn Belt helped soy futures bounce back. Good deliveries for soybean July contract do not seem to provide much resistance to soy futures from firming up. For the weekly export sales report, released before the opening, traders are looking for soybean sales near 125,000-175,000 tonnes as compared with 247,900 tonnes last week. Meal sales are expected near 50,000-150,000 tonnes with oil sales near 5,000-15,000 tonnes. As per official release 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 4,24,900 MT was exported during April June period.

#### Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	06.07.07	05.07.07	Parity To
Indore (MP)	10,800-10,850	10,600-10,700	Gujarat, MP
Shivpuri (MP)	10,700-10,800		UP, Bihar, WB, Nepal
Kota	10,500-10,550	10,450-10,500	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,800-10,900	10,700-10,800	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	11,000	10,800-11,000	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,900-11,000	10,900-10,950	Local and South
Solapur			Local and South

Dharwar			Karnataka, Tamil Nadu
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#### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	06.07.07	05.07.07
Kandla	11,500	10,300-11,400
Jamnagar		
Mumbai	11,500	11,500

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

##### Kandla port: -

**M.V.Wakasa** was expected to arrive on 16.06.07. It would load 9000 MT of SBM. Taurus agent is handling the vessel.

**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 is expected to sail off on 04.07.07.

#### Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Kandla	Wakasa	9000	Arrived	
Kandla	Iran Broojerdi	12,000	Working	
Mumbai	Badulu Valley	-	Working	

#### Rape/ Mustard Meal: -

On tracking firm sentiments across mustard complex for fourth consecutive day, the rapeseed meal prices stood steady at Rs 6950 to 7050/MT. The DOC prices at Kandla were quoted at Rs 5300-5400/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 is continued to trade bullish and touched Rs 782/10kg mark in major trading centres amidst poor availability of stocks and surge in quality groundnut seeds. 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% oil content. 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 05.

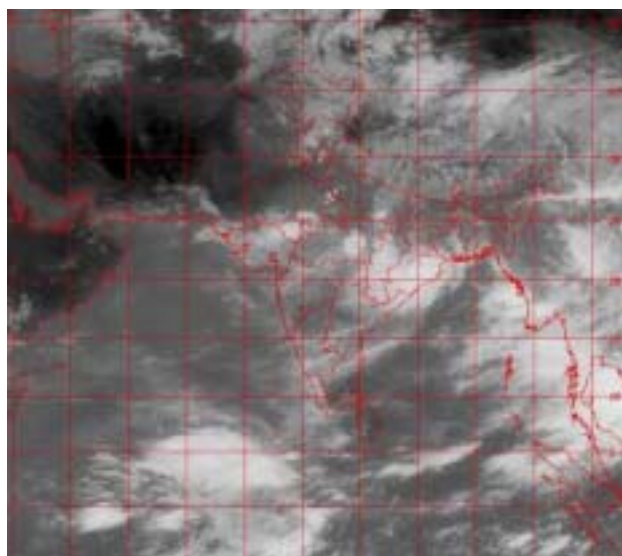
Month	Open	High	Low	Close	Chg
July 07	235.5	236.5	232.8	232.9	+0.3
August 07	237.0	238.0	234.0	234.1	-0.2

#### Monsoon Outlook (06.07.07)

##### Chief Features:

- The depression over Gangetic West Bengal intensified into a deep depression yesterday evening. It moved westwards and lay centred at 0830 hrs. IST of today, the 6th July over Gangetic West Bengal near Bankura. The system is likely to move in a west-northwesterly direction.
- Under its influence, widespread rainfall with scattered heavy to very heavy falls and isolated extremely heavy fall are likely over north Orissa, Chhattisgarh and Jharkhand during next 24 hrs and decrease thereafter. Isolated heavy to very heavy rainfall is also likely over Gangetic West Bengal, south Orissa and Bihar. Subsequently, the rainfall belt is likely to shift to Madhya Pradesh and adjoining areas of Maharashtra & Gujarat.
- The current meteorological analysis suggests scattered to fairly widespread rainfall over Western Himalayan region and adjoining northern plains during next 3 days.

#### Weather Map [As on 06.07.07]



Source-IMD

#### FOREX RATE AS ON 06.07.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.46
European Union	Euro	54.96
Japan	100 Yen	32.83
United Kingdom	GBP	81.29

#### Outlook for subsequent two days from 0830 hours IST of 8<sup>th</sup> of July, 2007 (Based on numerical weather products):

- Enhanced rainfall activity is likely over Gujarat, Konkan & Goa, Madhya Maharashtra and East Rajasthan.
- Decrease in rainfall activity is likely over east and central India.

Source: GOI (IMD)

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