

OILMEAL

5th July, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Lack of fresh fundamentals at BMD coupled with long liquidation selling in soy futures at CBOT casted off bearish cues across domestic soy complex. Soymeal prices seem to have softened marginally on tracking global cues despite steady demand for meal across domestic markets. At CBOT, outlook for storms over Corn Belt, long liquidation selling in grains & beans and good deliveries for previous months soybean contract coupled with overnight weakness in palm oil dragged down the soy futures on Tuesday. 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)		
	04.07.07	03.07.07	Parity To
Indore (MP)	10,650-10,700	10,700-10,750	Gujarat, MP
Shivpuri (MP)	10,400-10,450	10,500	UP, Bihar, WB, Nepal
Kota	10,350-10,450	10,250-10,350	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,500-10,600	10,500	Andhra, AP, Kar, TN
Dhulia/Jalna			Mumbai Maharashtra
Nagpur (41/45)	10,600-10,700	10,500-10,600	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	10,800	-	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	04.07.07	03.07.07
Kandla	11,300	10,300-11,350
Jamnagar		
Mumbai		

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	Destination
Kandla	Wakasa	9000	Arrived	
Kandla	Iran Broojerdi	12,000	Working	
Mumbai	Badulu Valley	-	Working	

Rape/ Mustard Meal: -

On tracking mixed sentiments across mustard complex, the rapeseed meal prices stood range bound at Rs 6900 to 7000/MT. The DOC prices at Kandla were quoted at Rs 5300-5400/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: -

Spot prices of groundnut oil is continued to trade bullish and touched Rs 770/10kg 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 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 July 03.

Month	Open	High	Low	Close	Chg
July 07	234.0	234.0	231.7	232.6	-3.2
August 07	236.5	236.5	233.7	234.3	-3.6

Monsoon Outlook (04.07.07)

Chief Features:

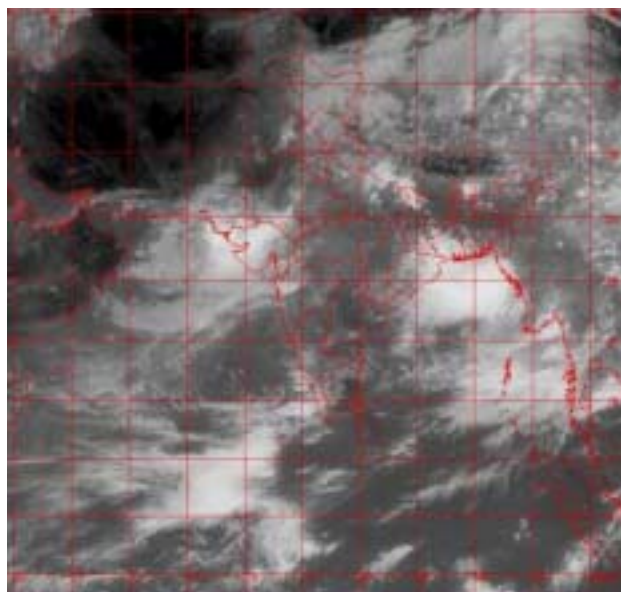
- Yesterday's well-marked low-pressure area over northeast Bay of Bengal has concentrated into a depression and lay centred at 0830 hrs. IST of today, the 4th July 2007 over Bangladesh coast near lat. 22.0°N/long. 89.5°E about 150 kms southeast of Kolkatta. The system is likely to move slowly in a northwesterly direction.
- Under its influence, widespread rainfall with scattered heavy to very heavy fall and isolated extremely heavy fall is likely over Gangetic West Bengal during next 48 hrs. Isolated heavy to very heavy rainfall is also likely over Jharkhand, north Orissa and Bihar during the same period.
- The low-pressure area over central parts of Rajasthan persists. Under its influence, isolated heavy to very heavy rainfall is likely over southwest & east Rajasthan till tomorrow and decrease thereafter. Isolated heavy rainfall is also likely over north Gujarat during next 24 hrs.
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Outlook for subsequent two days from 0830 hours IST of 7th of July, 2007 (Based on numerical weather products):

- Enhanced rainfall activity is likely over east & central India.
- Fairly widespread rainfall activity is likely to continue over northwest India

Source: GOI (IMD)

Weather Map [As on 04.07.07]



Source-IMD

FOREX RATE AS ON 04.07.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.49
European Union	Euro	55.18
Japan	100 Yen	33.10
United Kingdom	GBP	81.77

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