

OILMEAL

13th July, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

The FAS prices for soymeal varied from \$ 278 -282 /MT. Soymeal prices stood firm on Thursday on account of firm cues for soymeal at CBOT. Rains and flood like conditions have hampered soybean arrivals across states thereby making supplies short of demand. At CBOT, Soybean and soymeal continued to surge up on weather concerns and strength in wheat, but good deliveries and weak basis levels coupled with slightly subdued cash markets prevented further gains. Overnight weakness in palm oil capped gains for soy oil. For the monthly supply/demand report for Thursday morning, traders are looking for 2007/2008 ending stocks to come in near 225 million bushels as compared with the June USDA estimate of 320 million bushels and 610 million this season. 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 lakh MT was exported during April June period.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	12.07.07	11.07.07	Parity To
Indore (MP)	10,680-11,050	10,900-10,950	Gujarat, MP
Shivpuri (MP)	10,800	10,600-10,650	UP, Bihar, WB, Nepal
Kota	10,750	10,700-10,750	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	-	-	Andhra, AP, Kar, TN
Dhulia/Jalna	11,100-11,200	11,000-11,100	Mumbai Maharashtra
Nagpur (41/45)	11,400-11,500	11,300-11,400	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	11,100-	11,000	Local and South

	11,250		
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	12.07.07	11.07.07
Kandla	11,600-11,750	11,600
Jamnagar		
Mumbai	11,600-11,650	11,700

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	Desti-Nation
Kandla	Iran Broojerdi	12,000	Working	
Mumbai	Badulu Valley	-	Working	

Rape/ Mustard Meal: -

On tracking slightly firm sentiments across mustard complex on Thursday, the rapeseed meal prices stood firm at Rs6950-7000 /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 11.

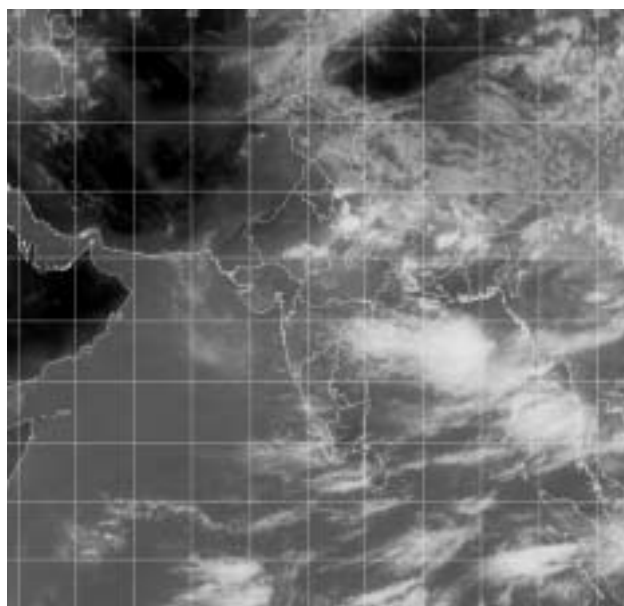
Month	Open	High	Low	Close	Chg
July 07	244.8	246.5	243.8	246.4	+2.1
August 07	245.8	246.7	244.5	246.4	+1.5

Monsoon Outlook (12.07.07)

Chief Features:

- The axis of the monsoon trough passes through Ferozepur, Muzaffarnagar, Bareilly, Sultanpur, Gaya, Bankura, Sagar Islands and thence southeastwards to central Bay of Bengal.
- An upper air cyclonic circulation extending up to mid-tropospheric level lies over North Bay of Bengal & neighbourhood. Under its influence, rainfall activity is likely to increase over Gangetic West Bengal, Orissa and Jharkhand during next 48 hrs.
- The current meteorological analysis suggests that scattered to fairly widespread rainfall activity is likely over western Himalayan Region. Haryana, Uttar Pradesh and Bihar during 48 hours.
- The current scenario also suggests subdued rainfall activity over west central & peninsular India during next 3-4 days.

Weather Map [As on 12.07.07]



Source-IMD

Outlook for subsequent two days from 0830 hours IST of 15th of July, 2007 (Based on numerical weather products):

- Fairly widespread rainfall activity is likely over Gangetic plains and northeastern states.

FOREX RATE AS ON 12.07.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.38
European Union	Euro	55.56
Japan	100 Yen	33.03
United Kingdom	GBP	82.04

Source: GOI (IMD)

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