

OILMEAL

23rd August, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soy & rapeseed meal reflect steady to slightly firm market sentiments.

DOMESTIC MARKET

Soy meal

The FAS prices of Soy DOC at Kandla port stood at \$ 279/MT. Since South America is selling soy meal at a premium of \$20/MT over Indian soy meal, it is imperative that feed industries from South Korea may book cargoes for Indian soy meal in advance. The export sentiments for soy meal; post harvest season seems bright on non-GM nature of Indian soy meal and high protein content which is widely acceptable from importing countries in South Asian and Gulf regions. Soy meal prices in Indore surged up marginally on tracking slight firmness in soy meal futures at CBOT and resumption in buying interest at current price levels. At CBOT, speculative buying coupled with reports of slight decline in crop conditions supported soybean and meal futures. Weakness in energy market and soy oil couldn't support prices of soy complex. USDA is expected to lower its yield forecast on declining crop conditions. Traders await further crop news from the Pro Farmer crop tour across the Midwest this week. As per the Solvent Extractors' Association of India the export of oil meals for the month of July 2007 was reported at 140,175 tons compared to 179,950 tons in July last year i.e. down by 22%. The overall export of oil meals for the period April 2007 to July 2007 is reported at 956,775 tons compared to 1,055,150 tons i.e. down by 9% due to decrease in export of soybean meal from 685,425 tons to 491,600 tons and groundnut meal from 43,100 tons to 4,775 tons in first four months of current year due to failure of groundnut crop.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	22.08.07	21.08.07	Parity To
Indore (MP)	10,600-10,700	10,600	Gujarat, MP
Shivpuri (MP)	10,500-10,550	10,500	UP, Bihar, WB, Nepal
Kota	10,500-10,550	10,450-10,550	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,800-10,850	10,800	Andhra, AP, Kar, TN
Dhulia/Jalgaon	11,000	10,900-	Mumbai

na		11,000	Maharashtra
Nagpur (41/45)	NA	10,750-10,800	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	NA	NA	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	22.08.07	21.08.07
Kandla	11,000	11,000-11,100
Mumbai		11,100

Current vessel positions in different ports: -

No vessel carrying SBM reported at Kandla and Vizag port

Mumbai: - Vessel Splendor-VI was expected to load 5000 MT of SBM. Chowgule agent would handle the vessel. It would load 5,000 MT of SBM.

Kandla: - Vessel M.V Noshiro III is expected to arrive on 19.08.07. It would load 10,500 MT of RSM. Interocean agent is handling the vessel.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Destination
Mumbai	Splendor-VI	5,000	Expected	
Kandla	Noshiro-III	10,500	Expected	

Rape/ Mustard Meal: -

The prices of RAP DOC local at Kandla port stood at \$135/MT on Wednesday. RAP DOC local was quoted steady at Rs 5350/MT. The RAPE OIL CAKE at Mehsana was quoted at Rs 7000/MT. Prices of MUSTARD OIL CAKE at Jaipur stood steady at Rs 6800/MT. As per Solvent Extractors Association of India's press release, during the period of April-July 2007, Vietnam imported **24,975 tons of rapeseed meal**. South Korea imported **134,825 tons of rapeseed meal**. Japan imported 2,500 tons of

rapeseed meal. China reduced the import from India due to better local crushing and imported only 65,175

Groundnut DOC: -

Spot prices of groundnut oil softened marginally at Rs 777/10kg in Rajkot [Wednesday] on better prospects for groundnut seed production across the states. Prices of groundnut DOC were unavailable. The Solvent Extractors' Association of India has just compiled the data for export of oil meals for the month of July 2007 and reported at 140,175 tons compared to 179,950 tons in July last year i.e. down by 22% .

tons of rapeseed meal during April to July 2007.

The overall export of oil meals for the period April 2007 to July 2007 is reported at 956,775 tons compared to 1,055,150 tons i.e. down by 9% due to in decreased in export of soybean meal from 685,425 tons to 491,600 tons and **groundnut meal from 43,100 ton to 4,775 tons** in first four months of current year due to failure of groundnut crop.

CBOT Soy Meal Futures as on August 21.

Month	Open	High	Low	Close	Chg
Sep 07	222.5	224.9	222.0	222.4	+2.0
Oct 07	225.0	227.8	224.5	225.2	+2.3

Monsoon Outlook (22.08.07)

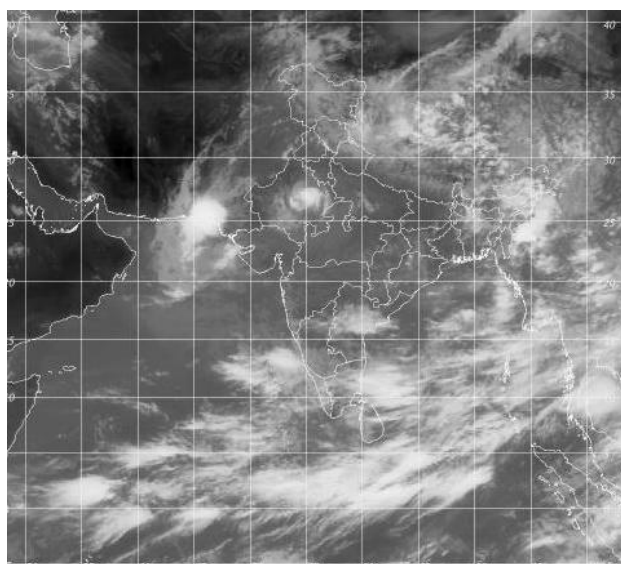
Chief Features:

- Yesterday's low pressure area over northwest Madhya Pradesh and neighbourhood has become less marked. However, associated upper air cyclonic circulation extending up to 3.1 km a.s.l. lies over northwest Madhya Pradesh and adjoining Rajasthan.
- Under its influence fairly widespread rainfall with isolated heavy fall is likely over north Gujarat, West Madhya Pradesh and south Rajasthan during next 24 hours.
- Under the influence of an off-shore trough, fairly widespread rainfall with isolated heavy to very heavy falls is likely over Konkan & Goa, Coastal Karnataka, Kerala and Lakshadweep during next 2 days.
- The axis of the monsoon trough passes through Bikaner, Jaipur, Nowgaon, Ambikapur, Chandbali and thence southeastwards to east central Bay of Bengal

Outlook for subsequent two days from 0830 hours IST of 25th of August, 2007 (Based on numerical weather products):

- Scattered rainfall activity likely over interior peninsula.
- Fairly widespread rainfall activity is likely over northeastern states, Sub-Himalayan West Bengal & Sikkim and Bihar.

Weather Map [As on 22.08.07]



Source-IMD

FOREX RATE AS ON 22.08.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	41.01
European Union	Euro	55.30
Japan	100 Yen	35.77
United Kingdom	GBP	81.39

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.