

OILMEAL

17th August, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Bearish cues from soy futures at CBOT dragged down the domestic soymeal prices on Thursday. Though the demand across domestic markets is reported to be good, prices settled lower on lack of active buying support. Weak sentiments for soybean and soy oil couldn't provide support to prices of soymeal. At CBOT, good deliveries for soymeal and long liquidation selling on account of forecast of good rains in Midwest sparked early selling in soybean and soymeal. For the weekly export sales report, released before the opening, traders are looking for soybean exports to come in near 175,000-400,000 tonnes as compared with 530,500 tonnes last week. Meal exports are expected near 55,000-150,000 tonnes with oil near 10,000-30,000 tonnes. 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% . 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.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	16.08.07	14.08.07	Parity To
Indore (MP)	10,600-10,800	10,700	Gujarat, MP
Shivpuri (MP)	10,500	10,950-11,000	UP, Bihar, WB, Nepal
Kota	10,500-10,550	10,600	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,900-11,000		Andhra, AP, Kar, TN
Dhulia/Jalna		11,200-11,300	Mumbai Maharashtra

Nagpur (41/45)	10,500	NA	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli		NA	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	16.08.07	14.08.07
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.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Mumbai	Splendor-VI	5,000	Expected	

Rape/ Mustard Meal: -

RAP DOC local was quoted at Rs 5200-5300/MT. The RAPE OIL CAKE at Mehsana was quoted at Rs 7000-7150/MT. Prices of MUSTARD OIL CAKE at Jaipur stood at Rs 6600-6650/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 tons of rapeseed meal during April to July 2007.

Groundnut DOC: -

Spot prices of groundnut oil continued to hold firm and stood at Rs 783/10kg in Rajkot on improving demand for edible oils on festive buying. 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% . 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 15.

Month	Open	High	Low	Close	Chg
Sep 07	233.0	233.0	227.5	227.8	-5.6
Oct 07	235.7	235.8	230.6	231.0	-5.0

Monsoon Outlook (16.08.07)

Chief Features:

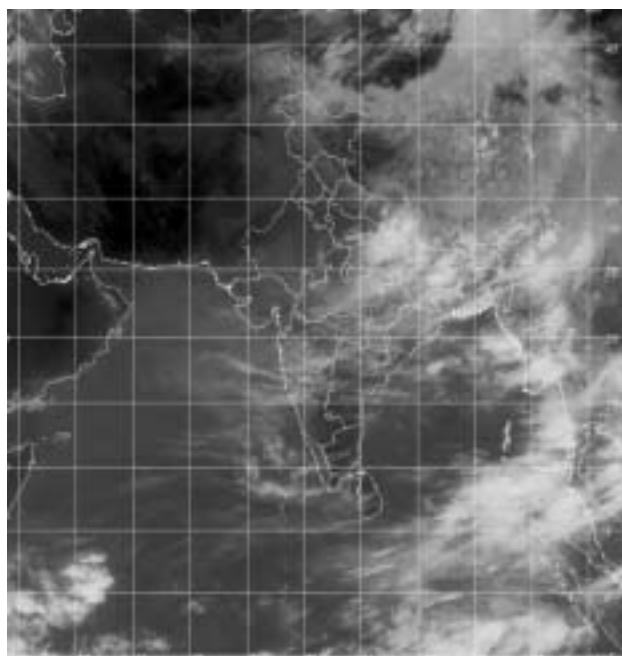
- Under the influence of the north-south trough from Bihar to Head Bay of Bengal along with an embedded upper air cyclonic circulation, fairly widespread rainfall with isolated heavy to very heavy falls is likely over Sub-Himalayan West Bengal & Sikkim, East Uttar Pradesh, Bihar and northeastern states during next 3 days.
- The current meteorological analysis suggests that rainfall activity is likely to remain highly subdued over northwest, central and peninsular India during next 3-4 days.
- The axis of the monsoon trough continues to lie close to the foot hills of the Himalayas.
- Numerical weather Prediction models suggest formation of an upper air cyclonic circulation over north Bay of Bengal around 18th.

Outlook for subsequent two days from 0830 hours IST of 19th of August, 2007 (Based on numerical weather products):

- Fairly widespread rainfall activity likely to continue over northeastern states and East India.
- Subdued rainfall activity is likely over remaining parts of the country.

Source: GOI (IMD)

Weather Map [As on 16.08.07]



Source-IMD

FOREX RATE AS ON 16.08.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	40.69
European Union	Euro	55.42
Japan	100 Yen	34.51
United Kingdom	GBP	81.87

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