

OILMEAL

27th August, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Soymeal prices in Indore stood firm at previous day's levels on steady demand from millers. Prices of soymeal are likely to stay buoyant on good demand from overseas destinations like Gulf, Korea and Japan. Overseas traders are expected to lock in the prices for delivery post harvest of soybean [October-November]. At CBOT, fund buying on weather concern over soybean crop supported soy futures at CBOT. Strength in energy markets aided the move. Soybean crop in South continues to be under stress of hot and dry weather while flood like conditions in north seem to pose threat to soybean yield. Traders are keeping a close watch on crop tour in Midwest to get further insights on crop conditions and potential yield estimates. As per the SEA 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 in decreased in export of soybean meal from 685,425 tons to 491,600 tons.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	25.08.07	24.08.07	Parity To
Indore (MP)	10,700-10,800	10,750-10,800	Gujarat, MP
Shivpuri (MP)	NA	10,500	UP, Bihar, WB, Nepal
Kota	10,600	10,500-10,550	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	10,900-11,000	10,850-10,900	Andhra, AP, Kar, TN
Dhulia/Jalna	NA	NA	Mumbai Maharashtra
Nagpur (41/45)	10,800-10,900	10,750-10,850	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	NA	NA	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)	
	25.08.07	24.08.07
Kandla	11,400-11,500	11,200-11,500
Mumbai	11,600	11,500-11,600

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	Desti-Nation
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 \$135-138/MT on Friday. RAP DOC local was quoted steady at Rs 5350-5400/MT. The RAPE OIL CAKE at Mehsana was quoted at Rs 6900-7000MT. Prices of MUSTARD OIL CAKE at Jaipur stood unchanged 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 tons of rapeseed meal during April to July 2007.

Groundnut DOC: -

Spot prices of groundnut oil softened further to Rs 768/10kg in Rajkot [Saturday] on better prospects for groundnut seed production across the states and slight consolidation in prices of edible oils. 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 24.

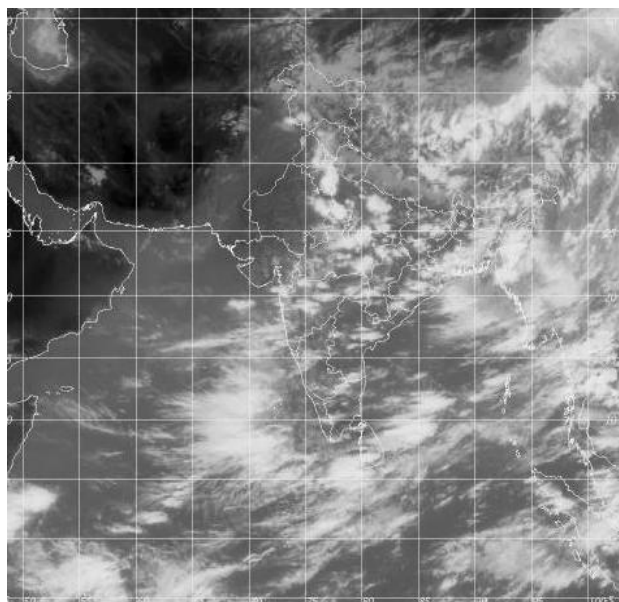
Month	Open	High	Low	Close	Chg
Sep 07	233.5	234.0	230.4	233.7	+1.4
Oct 07	236.5	236.5	233.2	235.5	+0.3

Monsoon Outlook (25.08.07)

Chief Features:

- The axis of the monsoon trough passes through Ferozepur, Patiala, Hardoi, Prayag, Daltonganj, Balasore and thence southeastwards to East-Central Bay of Bengal.
- Current meteorological analysis and Numerical Weather Prediction Models suggest that enhanced rainfall activity with isolated heavy to very heavy fall is likely over northeastern states, Sub-Himalayan West Bengal & Sikkim and Bihar during next 3-4 days.
- Morning's cyclonic circulation over South Telangana and adjoining areas of Coastal Andhra Pradesh & Rayalaseema extending upto the mid-tropospheric level persists. Under its influence, fairly widespread rainfall with isolated heavy to very fall is likely over Telangana, Rayalaseema, North Tamil Nadu and Interior Karnataka during next 48 hours.

Weather Map [As on 25.08.07]



Source-IMD

Outlook for subsequent two days from 0830 hours IST of 27th of August, 2007 (Based on numerical weather products):

- Scattered rainfall activity is likely over interior peninsula and adjoining Central India.
- Fairly widespread rainfall with isolated heavy to very heavy fall is likely over northeastern states, Sub-Himalayan West Bengal & Sikkim, Bihar and Uttar Pradesh.

FOREX RATE AS ON 25.08.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	41.18
European Union	Euro	56.17
Japan	100 Yen	35.36
United Kingdom	GBP	82.94

Source: GOI (IMD)

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