

OILMEAL

14th August, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soymeal and rapeseed meal prices reflect steady to weak market sentiments.

DOMESTIC MARKET

Soy meal

The FAS prices for soymeal at Kandla port stood at \$ 278/MT. Soymeal prices managed to firm up marginally over previous weekend's closing prices. Slightly firm sentiments across spot markets for soybean aided the firmness in prices of soymeal at ports and across domestic markets. The USDA pegged soybean production at 2.625 billion bushels as compared with the average trade estimate at 2.655 billion bushels (2.55-2.722) and the July USDA estimate of 2.625 billion bushels. The USDA pegged world soybean ending stocks for the 2007/2008 season at 51.63 million tonnes from 51.87 million last month and from the record 64.52 million this season. 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)		
	13.08.07	11.08.07	Parity To
Indore (MP)	10,600-10,650	10,500	Gujarat, MP
Shivpuri (MP)	10,700-10,800	10,700	UP, Bihar, WB, Nepal
Kota	10,500-10,550	10,450	Rajasthan, Del, Punjab, Haryana
Nanded/Latur			Andhra, AP, Kar, TN
Dhulia/Jalna	11,200-11,300	11,100-11,200	Mumbai Maharashtra

Nagpur (41/45)	11,000	10,800	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	NA	10,900-11,000	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	13.08.07	11.08.07
Kandla	10,950	11,000
Mumbai		11,000

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	Dest-Nation
Mumbai	Splendor-VI	5,000	Expected	

Rape/ Mustard Meal: -

On Monday, the FAS prices of RAP DOC at Kandla port stood at \$ 139/MT. RAP DOC local was quoted at Rs 5400/MT. The RAPE OIL CAKE at Mehsana was quoted at Rs 7200/MT. Prices of MUSTARD OIL CAKE at Jaipur stood at Rs 6850/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 soften and touched Rs 780/10kg mark in Rajkot on steady demand for edible oils on weekend trading. Amidst lower crushing and steady demand the rates for groundnut DOC stood steady at Rs 7500 to 8200 /MT for 40% and 45% oil content respectively. 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 10.

Month	Open	High	Low	Close	Chg
Aug 07	228.0	233.5	228.0	232.5	+0.2
Sep 07	232.5	236.0	229.0	234.3	-0.3

Monsoon Outlook (13.08.07)

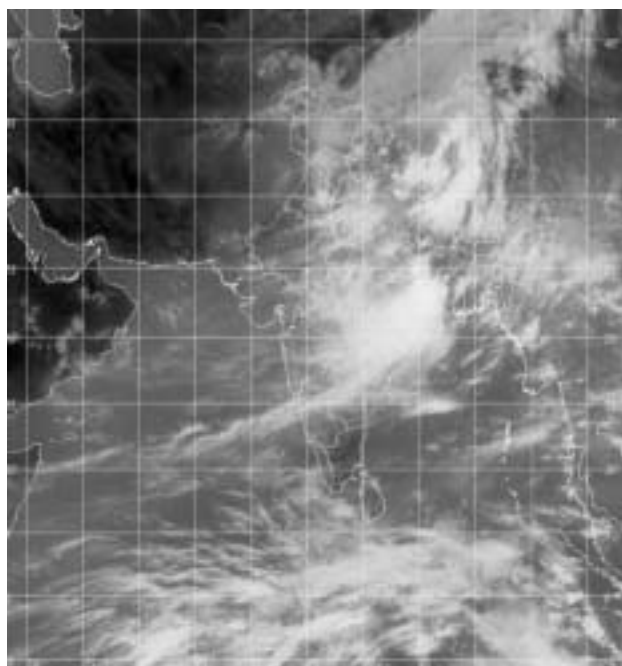
Chief Features:

- Yesterday's well marked low pressure area over northwest Bay of Bengal off north Orissa-West Bengal Coast now lies over Gangetic West Bengal and neighbourhood. Under its influence, widespread rainfall with scattered heavy to very heavy falls and isolated extremely heavy falls is likely over Orissa, Jharkhand and Gangetic West Bengal during next 24 hours and decrease thereafter. Fairly widespread rainfall with isolated heavy to very heavy falls is also likely over Bihar and East Uttar Pradesh during next 24 hrs and increase thereafter. Fairly widespread rainfall with isolated heavy to very heavy falls is also likely over Sub-Himalayan West Bengal & Sikkim and Chhattisgarh during next 48 hrs.
- The axis of the monsoon trough passes through Ferozepur, Pantnagar, Gorakhpur, Patna, centre of well marked low pressure area and thence southeastwards to east-central Bay of Bengal.
- The current meteorological analysis suggests widespread rainfall with isolated heavy to very heavy falls over western Himalayan Region during next 2-3 days. Scattered to fairly widespread rainfall is also likely over adjoining plains of northwest India.

Outlook for subsequent two days from 0830 hours IST of 16th of August, 2007 (Based on numerical weather products):

- Scattered rainfall activity is likely over Western Himalayan region and adjoining plains of northwest India.
- Fairly widespread rainfall activity is likely over

Weather Map [As on 13.08.07]



Source-IMD

FOREX RATE AS ON 13.08.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.56
European Union	Euro	55.55
Japan	100 Yen	34.20
United Kingdom	GBP	82.03

east & northeast India.

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.