

OILMEAL

29th August, 2007

MAJOR ACTIVITY HIGHLIGHTS

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

DOMESTIC MARKET

Soy meal

Prices of soymeal stood at previous days levels as spot markets remained closed on account of Raksha Bandhan festival on Tuesday. Continuous offtake of soybeans from millers is likely to support the prices. A consolidation in prices of soybean across spot markets may see some more buying interest at current price levels. At CBOT, despite views of crop yield to gain substantially on supportive weather and good rains, soy complex surged up on fund buying support on outlook of continued dry weather prospects in South accompanied by threat of dries problem in north aided. The weekly export inspections report, showed soybean inspections at 11.8 million bushels as compared with 7-11 million expected. Iran is tendering for 20,000-35,000 tonnes of oil from South America. Traders await crop condition report to build up fresh cues for trade in soy complex.. 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)		
	28.08.07	27.08.07	Parity To
Indore (MP)	-	10,800-10,900	Gujarat, MP
Shivpuri (MP)	-	10,400-10,500	UP, Bihar, WB, Nepal
Kota	-	10,500	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	-	10,800-11,100	Andhra, AP, Kar, TN
Dhulia/Jalna	-	11,000	Mumbai Maharashtra
Nagpur (41/45)	-	10,200-10,500	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)	
	28.08.07	27.08.07
Kandla	-	11,400-11,600
Mumbai	-	11,600-11,700

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** was expected to arrive on 26.08.07. It would load 11,000 MT of RSM. Interocean agent is handling the vessel.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Desti- Natio n
Mumbai	Splendor-VI	5,000	Expected	
Kandla	Noshiro-III	11,000	Expected	

Rape/ Mustard Meal: -

Market remained closed on Tuesday on account of Raksha Bandhan. The prices of RAP DOC local at Kandla port stood at \$135-138/MT on Monday. 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: -

Market remained closed on Tuesday. Spot prices of groundnut oil softened further to Rs 763/10kg in Rajkot [Monday]. Prices of groundnut DOC stood at Rs 9100 [40%] and 9300[45%] per MT respectively in Gujarat markets. 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 27.

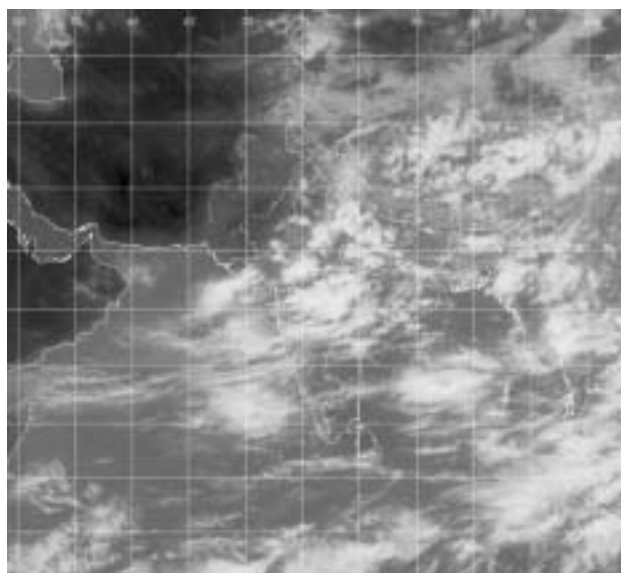
Month	Open	High	Low	Close	Chg
Sep 07	230.5	236.0	230.2	235.9	+2.2
Oct 07	233.0	238.5	232.8	238.2	+2.7

Monsoon Outlook (28.08.07)

Chief Features:

- The axis of the monsoon trough shifted southwards and passes through Anoopgarh, Churu, Nowgaon, Ambikapur, Chandbali and thence southeastwards to eastcentral Bay of Bengal.
- Under the influence of an off-shore trough widespread rainfall with scattered heavy to very heavy rainfall is likely over Konkan & Goa and Gujarat Region during next 3-4 days. Fairly widespread rainfall with isolated heavy to very heavy falls is also likely over Coastal Karnataka, Kerala, Lakshadweep, Saurashtra & Kutch and Madhya Maharashtra during the same period.
- The current meteorological analysis and numerical weather prediction models suggest that scattered to fairly widespread rainfall activity is likely over northwest India with possibility of heavy to very heavy fall over Himachal Pradesh and Uttarakhand during the next 3 days.

Weather Map [As on 28.08.07]



Source-IMD

FOREX RATE AS ON 28.08.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	41.12
European Union	Euro	56.03
Japan	100 Yen	35.59
United Kingdom	GBP	82.43

Outlook for subsequent two days from 0830 hours IST of 31st of August, 2007 (Based on numerical weather products):

- An upper air cyclonic circulation is likely to form over West-Central & adjoining North-West Bay of Bengal around 1st September which may subsequently descend to form a low pressure area. It may increase rainfall activity over Orissa and Andhra Pradesh.

Source: GOI (IMD)

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